



GOVERNOR  
STEVE BULLOCK

STATE OF MONTANA

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## SECTION B: PUBLIC HEALTH & HUMAN SERVICES

Economic Security Services Branch  
Director's Office  
Operations Services Branch

Public Health and Safety  
Medicaid and Health Services Branch

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OBPP Staff:

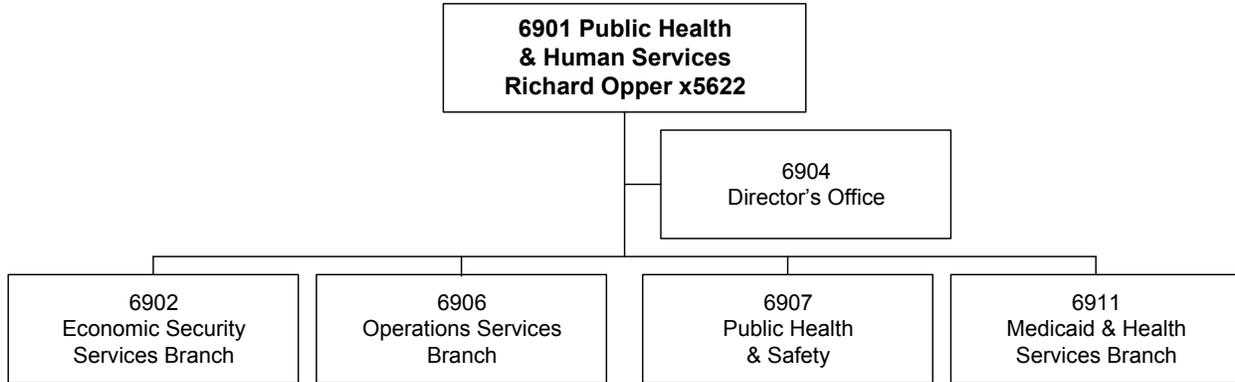
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GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

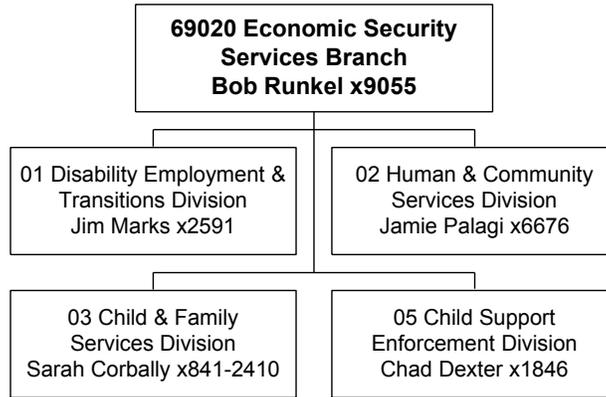
## Department of Public Health and Human Services - 69010



| Agency Proposed Budget        |                                      |                                      |  |
|-------------------------------|--------------------------------------|--------------------------------------|--|
| Budget Item                   | Total<br>Exec. Budget<br>Fiscal 2016 | Total<br>Exec. Budget<br>Fiscal 2017 | Total<br>Exec. Budget<br>2017 Biennium |
| FTE                           | 2,872.80                             | 2,945.49                             |  |
| Personal Services             | 187,565,687                          | 191,548,783                          | 379,114,470                            |
| Operating Expenses            | 116,914,722                          | 118,987,309                          | 235,902,031                            |
| Equipment & Intangible Assets | 728,233                              | 653,233                              | 1,381,466                              |
| Grants                        | 88,281,954                           | 88,281,954                           | 176,563,908                            |
| Benefits & Claims             | 1,546,897,599                        | 1,643,033,441                        | 3,189,931,040                          |
| Transfers                     | 2,932,772                            | 2,932,772                            | 5,865,544                              |
| Debt Service                  | 226,151                              | 231,620                              | 457,771                                |
| <b>Total Costs</b>            | <b>\$1,943,547,118</b>               | <b>\$2,045,669,112</b>               | <b>\$3,989,216,230</b>                 |
| General Fund                  | 528,406,791                          | 564,413,772                          | 1,092,820,563                          |
| State/Other Special           | 157,347,468                          | 160,489,783                          | 317,837,251                            |
| Federal Spec. Rev. Funds      | 1,257,792,859                        | 1,320,765,557                        | 2,578,558,416                          |
| <b>Total Funds</b>            | <b>\$1,943,547,118</b>               | <b>\$2,045,669,112</b>               | <b>\$3,989,216,230</b>                 |

| Agency Appropriated Biennium to Biennium Comparison |                                      |                        |                                      |                        |  |                     |  |               |
|---|--------------------------------------|------------------------|--------------------------------------|------------------------|--|---------------------|--|---------------|
| Program   | 2015 Biennium<br>Appropriated Budget |                        | 2017 Biennium<br>Appropriated Budget |                        | Biennium to Biennium<br>Difference (dollars) |                     | Biennium to Biennium<br>Difference (percent) |               |
|   | General Fund                         | Total Funds            | General Fund                         | Total Funds            | General Fund                                 | Total Funds         | General Fund                                 | Total Funds   |
| 01 - Disability Employment & Transitions            | 11,513,926                           | 57,463,845             | 12,139,846                           | 58,537,264             | 625,920                                      | 1,073,419           | 5.44 %                                       | 1.87 %        |
| 02 - Human & Community Services                     | 64,846,292                           | 665,521,542            | 64,991,576                           | 281,652,187            | 145,284                                      | (383,869,355)       | 0.22 %                                       | (57.68) %     |
| 03 - Child & Family Services                        | 73,087,274                           | 135,628,024            | 80,039,986                           | 143,334,463            | 6,952,712                                    | 7,706,439           | 9.51 %                                       | 5.68 %        |
| 04 - Director's Office                              | 5,161,119                            | 11,740,702             | 5,196,288                            | 11,549,155             | 35,169                                       | (191,547)           | 0.68 %                                       | (1.63) %      |
| 05 - Child Support Enforcement                      | 6,469,005                            | 24,533,002             | 7,389,906                            | 25,889,747             | 920,901                                      | 1,356,745           | 14.24 %                                      | 5.53 %        |
| 06 - Business & Financial Services                  | 7,214,227                            | 19,301,931             | 7,912,767                            | 20,447,933             | 698,540                                      | 1,146,002           | 9.68 %                                       | 5.94 %        |
| 07 - Public Health & Safety                         | 7,818,424                            | 131,802,561            | 7,728,397                            | 128,229,448            | (90,027)                                     | (3,573,113)         | (1.15) %                                     | (2.71) %      |
| 08 - Quality Assurance                              | 5,203,197                            | 18,829,111             | 5,321,381                            | 19,541,783             | 118,184                                      | 712,672             | 2.27 %                                       | 3.78 %        |
| 09 - Technology Services                            | 22,521,743                           | 68,514,185             | 23,197,071                           | 58,273,470             | 675,328                                      | (10,240,715)        | 3.00 %                                       | (14.95) %     |
| 10 - Developmental Services                         | 165,344,466                          | 552,211,425            | 193,890,663                          | 621,300,068            | 28,546,197                                   | 69,088,643          | 17.26 %                                      | 12.51 %       |
| 11 - Health Resources                               | 273,400,115                          | 1,327,234,838          | 353,871,810                          | 1,580,955,266          | 80,471,695                                   | 253,720,428         | 29.43 %                                      | 19.12 %       |
| 12 - Medicaid & Health Services Management          | 4,837,212                            | 37,450,984             | 4,436,161                            | 37,213,818             | (401,051)                                    | (237,166)           | (8.29) %                                     | (0.63) %      |
| 16 - Management & Fair Hearings                     | 894,115                              | 2,268,390              | 1,070,261                            | 2,617,003              | 176,146                                      | 348,613             | 19.70 %                                      | 15.37 %       |
| 22 - Senior & Long-term Care                        | 135,165,631                          | 612,007,145            | 159,832,887                          | 671,138,847            | 24,667,256                                   | 59,131,702          | 18.25 %                                      | 9.66 %        |
| 33 - Addictive & Mental Disorders                   | 134,129,796                          | 272,902,243            | 165,801,563                          | 328,535,778            | 31,671,767                                   | 55,633,535          | 23.61 %                                      | 20.39 %       |
| <b>Agency Total</b>                                 | <b>\$917,606,542</b>                 | <b>\$3,937,409,928</b> | <b>\$1,092,820,563</b>               | <b>\$3,989,216,230</b> | <b>\$175,214,021</b>                         | <b>\$51,806,302</b> | <b>19.09 %</b>                               | <b>1.32 %</b> |

## Economic Security Services Branch - 69020



**Mission Statement** - The Economic Security Services Branch Mission Statement is to develop an organized approach to family economic security.

**Statutory Authority** - Statutory authority for the Economic Security Services Branch is in Title 53, Chapter 2, Part 2 MCA and 45 CFR. The Branch was established in ARM Title 37, Chapter 1.

**Language** - The following language is recommended for HB 2:

"The Disability Employment & Transitions Division is appropriated \$775,000 of state special revenue from the Montana Telecommunications Access Program (MTAP) during each year of the 2017 biennium to cover a contingent FCC mandate, which would require states to provide both Video and Internet Protocol relay services for people with severe hearing, mobility or speech impairments."

"If legislation authorizing a statutory appropriation for SNAP benefits (LC 627) is not passed and approved, the appropriation for the Human and Community Services Division is increased by \$181,958,071 federal funds each year."

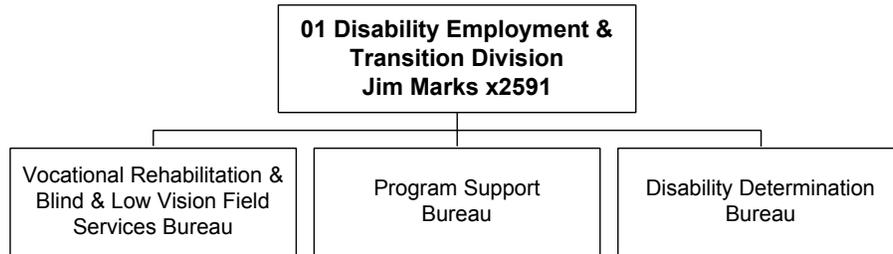
| Agency Proposed Budget        | Total<br>Exec. Budget<br>Fiscal 2016 | Total<br>Exec. Budget<br>Fiscal 2017 | Total<br>Exec. Budget<br>2017 Biennium |
|-------------------------------|--------------------------------------|--------------------------------------|--|
| Budget Item                   |                                      |                                      |  |
| FTE                           | 1,149.25                             | 1,149.25                             |  |
| Personal Services             | 70,976,840                           | 70,949,953                           | 141,926,793                            |
| Operating Expenses            | 21,807,884                           | 21,908,766                           | 43,716,650                             |
| Equipment & Intangible Assets | 121,456                              | 46,456                               | 167,912                                |
| Grants                        | 28,749,065                           | 28,749,065                           | 57,498,130                             |
| Benefits & Claims             | 129,061,384                          | 131,992,206                          | 261,053,590                            |
| Transfers                     | 2,524,135                            | 2,524,135                            | 5,048,270                              |
| Debt Service                  | 1,158                                | 1,158                                | 2,316                                  |
| <b>Total Costs</b>            | <b>\$253,241,922</b>                 | <b>\$256,171,739</b>                 | <b>\$509,413,661</b>                   |
| General Fund                  | 81,398,731                           | 83,162,583                           | 164,561,314                            |
| State/Other Special           | 5,812,559                            | 5,815,499                            | 11,628,058                             |
| Federal Spec. Rev. Funds      | 166,030,632                          | 167,193,657                          | 333,224,289                            |
| <b>Total Funds</b>            | <b>\$253,241,922</b>                 | <b>\$256,171,739</b>                 | <b>\$509,413,661</b>                   |

## Economic Security Services Branch - 69020

| Agency Appropriated Biennium to Biennium Comparison |                                   |                      |                                |                      |   |                        |   |                 |
|---|-----------------------------------|----------------------|--------------------------------|----------------------|---|------------------------|---|-----------------|
| Program   | 2015 Biennium Appropriated Budget |                      | 2017 Biennium Requested Budget |                      | Biennium to Biennium Difference (dollars) |                        | Biennium to Biennium Difference (percent) |                 |
|   | General Fund                      | Total Funds          | General Fund                   | Total Funds          | General Fund                              | Total Funds            | General Fund                              | Total Funds     |
| 01 - Disability Employment & Transitions            | 11,513,926                        | 57,463,845           | 12,139,846                     | 58,537,264           | 625,920                                   | 1,073,419              | 5.44 %                                    | 1.87 %          |
| 02 - Human and Community Services                   | 64,846,292                        | 665,521,542          | 64,991,576                     | 281,652,187          | 145,284                                   | (383,869,355)          | 0.22 %                                    | (57.68)%        |
| 03 - Child & Family Services                        | 73,087,274                        | 135,628,024          | 80,039,986                     | 143,334,463          | 6,952,712                                 | 7,706,439              | 9.51 %                                    | 5.68 %          |
| 05 - Child Support Enforcement                      | 6,469,005                         | 24,533,002           | 7,389,906                      | 25,889,747           | 920,901                                   | 1,356,745              | 14.24 %                                   | 5.53 %          |
| <b>Agency Total</b>                                 | <b>\$155,916,497</b>              | <b>\$883,146,413</b> | <b>\$164,561,314</b>           | <b>\$509,413,661</b> | <b>\$8,644,817</b>                        | <b>(\$373,732,752)</b> | <b>5.54 %</b>                             | <b>(42.32)%</b> |

# Economic Security Services Branch - 69020

## Disability Employment & Transitions - 01



**Program Description** - The Division of Disability Employment and Transitions advances the employment, independence, and transitions of Montanans with disabilities. The division aims for competitive and integrated employment, independence rooted in self-determination, and collaborative transitions from high school to post-secondary education and work. The program provides or contracts for a variety of employment outcome-related, independent living, and transition services. These services include counseling and guidance, career training, transportation, adaptive equipment, orientation and mobility services to the blind, vocational rehabilitation training, independent living services, medical services, job placement, and supported employment.

The division includes three bureaus: Field Services for Montana Vocational Rehabilitation/Blind-Low Vision Services; Program Support, and Disability Determination Services.

- Montana Vocational Rehabilitation/Blind-Low Vision Services assists individuals with physical, mental, visual, hearing, brain injury, and other disabilities reach their employment and independence goals.
- Independent Living Services improves the independence of Montanans with disabilities through peer advocacy, skills training, barrier removal, and other services that permit full and equitable access to Montana communities.
- Disability Determination Services adjudicates claims for Social Security Disability Insurance and Supplemental Security Income.
- The Montana Telecommunications Access Program assures that Montanans with disabilities can use telephone services as well as any Montanan can. The program serves Montanans who are deaf, hard of hearing, speech disabled, or mobility impaired with traditional telephone relay, captioning, and other telephone access services.
- The Economic Security Services Branch manager is attached to this program for budget purposes.

| Program Proposed Budget  | Base Budget         | Budget Adjustments | Total                    | Budget Adjustments | Total                    | Executive Budget Request |
|--------------------------|---------------------|--------------------|--------------------------|--------------------|--------------------------|--------------------------|
| Budget Item              | Fiscal 2014         | Fiscal 2016        | Exec. Budget Fiscal 2016 | Fiscal 2017        | Exec. Budget Fiscal 2017 | 2017 Biennium            |
| FTE                      | 147.00              | (5.03)             | 141.97                   | (5.03)             | 141.97                   |                          |
| Personal Services        | 8,408,617           | 878,820            | 9,287,437                | 878,458            | 9,287,075                | 18,574,512               |
| Operating Expenses       | 4,690,936           | 435,261            | 5,126,197                | 463,362            | 5,154,298                | 10,280,495               |
| Benefits & Claims        | 14,266,466          | 439,691            | 14,706,157               | 709,634            | 14,976,100               | 29,682,257               |
| <b>Total Costs</b>       | <b>\$27,366,019</b> | <b>\$1,753,772</b> | <b>\$29,119,791</b>      | <b>\$2,051,454</b> | <b>\$29,417,473</b>      | <b>\$58,537,264</b>      |
| General Fund             | 5,726,929           | 298,140            | 6,025,069                | 387,848            | 6,114,777                | 12,139,846               |
| State/Other Special      | 930,524             | 25,898             | 956,422                  | 27,313             | 957,837                  | 1,914,259                |
| Federal Spec. Rev. Funds | 20,708,566          | 1,429,734          | 22,138,300               | 1,636,293          | 22,344,859               | 44,483,159               |
| <b>Total Funds</b>       | <b>\$27,366,019</b> | <b>\$1,753,772</b> | <b>\$29,119,791</b>      | <b>\$2,051,454</b> | <b>\$29,417,473</b>      | <b>\$58,537,264</b>      |

# Economic Security Services Branch - 69020

## Disability Employment & Transitions - 01

| Program Proposed Budget Adjustments                  | Budget Adjustments<br>Fiscal 2016 |                    | Budget Adjustments<br>Fiscal 2017 |                    |
|--|-----------------------------------|--------------------|-----------------------------------|--------------------|
|  | General Fund                      | Total Funds        | General Fund                      | Total Funds        |
| <b>Statewide Present Law Adjustments</b>             |                                   |                    |                                   |                    |
| SWPL - 1 - Personal Services                         | 154,235                           | 1,221,216          | 154,365                           | 1,220,689          |
| SWPL - 2 - Fixed Costs                               | 113                               | 399                | 114                               | 405                |
| SWPL - 3 - Inflation Deflation                       | (1,902)                           | (9,746)            | (1,651)                           | (8,498)            |
| <i>Total Statewide Present Law Adjustments</i>       | <i>\$152,446</i>                  | <i>\$1,211,869</i> | <i>\$152,828</i>                  | <i>\$1,212,596</i> |
| <b>Present Law Adjustments</b>                       |                                   |                    |                                   |                    |
| PL - 100444 - Statewide 4% FTE Reduction - Program 1 | (48,020)                          | (342,396)          | (48,047)                          | (342,231)          |
| PL - 101001 - DDS Operations Support                 | 0                                 | 252,217            | 0                                 | 279,064            |
| PL - 101003 - VRB Annualization of 2015B Funding     | 68,732                            | 175,042            | 68,732                            | 175,042            |
| PL - 101006 - MTAP Annualization of Relay Services   | 0                                 | 16,891             | 0                                 | 16,891             |
| PL - 101008 - VRB Support Fee for Case Mgmt System   | 37,382                            | 175,500            | 37,382                            | 175,500            |
| <i>Total Present Law Adjustments</i>                 | <i>\$58,094</i>                   | <i>\$277,254</i>   | <i>\$58,067</i>                   | <i>\$304,266</i>   |
| <b>New Proposals</b>                                 |                                   |                    |                                   |                    |
| NP - 101009 - PRI - Vocation Rehabilitation          | 47,918                            | 224,967            | 96,795                            | 454,434            |
| NP - 101010 - PRI - Extended Employment              | 26,048                            | 26,048             | 52,617                            | 52,617             |
| NP - 101011 - PRI - Independent Living               | 13,634                            | 13,634             | 27,541                            | 27,541             |
| <i>Total New Proposals</i>                           | <i>\$87,600</i>                   | <i>\$264,649</i>   | <i>\$176,953</i>                  | <i>\$534,592</i>   |
| <b>Total Budget Adjustments</b>                      | <b>\$298,140</b>                  | <b>\$1,753,772</b> | <b>\$387,848</b>                  | <b>\$2,051,454</b> |

### -----Statewide Present Law Adjustments-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$154,235                 | \$1,221,216        |
| FY 2017 | \$154,365                 | \$1,220,689        |

#### SWPL - 1 - Personal Services -

The budget includes \$1,221,216 in FY 2016 and \$1,220,689 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity and adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$113                     | \$399              |
| FY 2017 | \$114                     | \$405              |

#### SWPL - 2 - Fixed Costs -

This request includes \$399 in FY 2016 and \$405 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$1,902)                 | (\$9,746)          |
| FY 2017 | (\$1,651)                 | (\$8,498)          |

#### SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$9,746 in FY 2016 and \$8,498 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

## Economic Security Services Branch - 69020

### Disability Employment & Transitions - 01

-----Present Law Adjustments-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$48,020)                | (\$342,396)        |
| FY 2017 | (\$48,047)                | (\$342,231)        |

**PL - 100444 - Statewide 4% FTE Reduction - Program 1 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 100444 includes a reduction of 5.03 FTE each year and \$684,627 total funds for the biennium to accomplish the FTE reduction.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$252,217          |
| FY 2017 | \$0                       | \$279,064          |

**PL - 101001 - DDS Operations Support -**

This present law adjustment requests federal funds of \$252,217 in FY 2016 and \$279,064 in FY 2017 to annualize the costs associated with maintaining existing Disability Determination Services in the Disability Employment & Transitions Division.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$68,732                  | \$175,042          |
| FY 2017 | \$68,732                  | \$175,042          |

**PL - 101003 - VRB Annualization of 2015B Funding -**

This present law adjustment requests \$350,084 total funds over the biennium, including general fund of \$68,732 each year to annualize the provider rate increase implemented in the base year. The increase is necessary to fund existing services for the Vocational Rehabilitation and Blind Services (VRB) program.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$16,891           |
| FY 2017 | \$0                       | \$16,891           |

**PL - 101006 - MTAP Annualization of Relay Services -**

This present law adjustment requests \$16,891 in state special funds each year of the biennium to maintain existing services for the Montana Telecommunication Access Program (MTAP). The increase is necessary to annualize the relay service contract rates.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$37,382                  | \$175,500          |
| FY 2017 | \$37,382                  | \$175,500          |

**PL - 101008 - VRB Support Fee for Case Mgmt System -**

This present law adjustment requests \$351,000 total funds over the biennium, including general fund of \$37,382 each year to maintain existing services for the VRB program. The increase is necessary to provide maintenance and support for the client case management system.

## Economic Security Services Branch - 69020

### Disability Employment & Transitions - 01

#### -----New Proposals-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$47,918                  | \$224,967          |
| FY 2017 | \$96,795                  | \$454,434          |

#### **NP - 101009 - PRI - Vocation Rehabilitation -**

This new proposal requests a 2% provider rate increase in each year of the biennium for Vocational Rehabilitation in the Disability Employment & Transitions Division. The change package requests \$679,401 in total funds over the biennium, including general fund of \$47,918 in FY 2016 and \$96,795 in FY 2017.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$26,048                  | \$26,048           |
| FY 2017 | \$52,617                  | \$52,617           |

#### **NP - 101010 - PRI - Extended Employment -**

This new proposal requests a 2% provider rate increase in each year of the biennium for Extended Employment in the Disability Employment & Transitions Division. The change package requests \$78,665 during the biennium and is funded entirely with general fund.

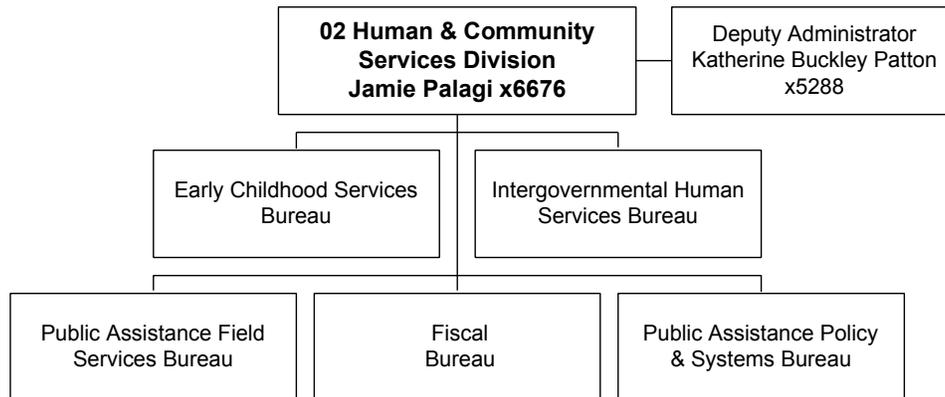
|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$13,634                  | \$13,634           |
| FY 2017 | \$27,541                  | \$27,541           |

#### **NP - 101011 - PRI - Independent Living -**

This new proposal requests a 2% provider rate increase in each year of the biennium for Independent Living in the Disability Employment & Transitions Division. The change package requests \$41,175 during the biennium and is funded entirely with general fund.

# Economic Security Services Branch - 69020

## Human and Community Services - 02



**Program Description** - The Human and Community Services Division is comprised of five bureaus:

- Public Assistance Policy and Systems
- Public Assistance Field Services
- Early Childhood Services
- Intergovernmental Human Services
- Fiscal

The Public Assistance Policy and Systems Bureau administers the Temporary Assistance to Needy Families (TANF) Program, Refugee Assistance Program, and Supplemental Nutrition Assistance Program (SNAP) including policy and payment system development and maintenance of CHIMES and other systems. The bureau develops and maintains eligibility policy for these programs, over 40 Medicaid programs, and the Healthy Montana Kids programs.

The Public Assistance Field Services Bureau provides eligibility services to clients for Montana's Temporary Assistance to Needy Families (TANF) program, Refugee Assistance program, and Supplemental Nutrition Assistance Program (SNAP), over 40 Medicaid programs, and all Healthy Montana Kids (HMK) programs across the state.

The Early Childhood Services Bureau:

- Manages the funds which pay for child care for TANF participants, working caretaker relatives and low-income working families;
- Contracts with resource and referral agencies to administer child care eligibility, recruit providers, and provide technical assistance;
- Administers the Child and Adult Care Food Program which provides reimbursement to child care providers for the cost of meals served to eligible children and adults;
- Administers the Head Start State Collaboration grant;
- Administers the Early Childhood Comprehensive Systems Grant; and
- Manages the funds which pay for quality child care initiatives including professional development.

The Intergovernmental Human Services Bureau administers:

- The Community Services block grant which is used by 10 Human Resource Development Councils to provide a wide range of community-based human services;
- The Low-Income Energy Assistance Program and Weatherization program;
- The DOE Weatherization program including funding for weatherization from five other sources;
- The Emergency Solutions Grants program;
- The Housing Opportunities for Persons with AIDS grants; and
- Three USDA commodities programs. In addition, the bureau stores and distributes USDA commodity foods to elderly feeding sites, and stores USDA commodity foods for school lunch programs.

## Economic Security Services Branch - 69020

### Human and Community Services - 02

The Fiscal Bureau coordinates, analyzes, implements and monitors the division budget, purchases supplies and equipment, and assists with grant reporting, contracts and leases.

| Program Proposed Budget       | Base Budget          | Budget                     | Total                       | Budget                     | Total                       | Executive                       |
|-------------------------------|----------------------|----------------------------|-----------------------------|----------------------------|-----------------------------|---------------------------------|
| Budget Item                   | Fiscal 2014          | Adjustments<br>Fiscal 2016 | Exec. Budget<br>Fiscal 2016 | Adjustments<br>Fiscal 2017 | Exec. Budget<br>Fiscal 2017 | Budget Request<br>2017 Biennium |
| FTE                           | 501.32               | (5.00)                     | 496.32                      | (5.00)                     | 496.32                      |                                 |
| Personal Services             | 26,414,388           | 2,402,713                  | 28,817,101                  | 2,395,485                  | 28,809,873                  | 57,626,974                      |
| Operating Expenses            | 8,518,672            | 583,238                    | 9,101,910                   | 613,227                    | 9,131,899                   | 18,233,809                      |
| Equipment & Intangible Assets | 0                    | 100,000                    | 100,000                     | 25,000                     | 25,000                      | 125,000                         |
| Grants                        | 19,932,959           | 2,002,826                  | 21,935,785                  | 2,002,826                  | 21,935,785                  | 43,871,570                      |
| Benefits & Claims             | 255,836,642          | (177,550,494)              | 78,286,148                  | (176,900,044)              | 78,936,598                  | 157,222,746                     |
| Transfers                     | 2,286,044            | 0                          | 2,286,044                   | 0                          | 2,286,044                   | 4,572,088                       |
| <b>Total Costs</b>            | <b>\$312,988,705</b> | <b>(\$172,461,717)</b>     | <b>\$140,526,988</b>        | <b>(\$171,863,506)</b>     | <b>\$141,125,199</b>        | <b>\$281,652,187</b>            |
| General Fund                  | 30,266,181           | 2,112,761                  | 32,491,704                  | 2,121,588                  | 32,499,872                  | 64,991,576                      |
| State/Other Special           | 2,425,380            | 100,697                    | 2,553,304                   | 102,518                    | 2,555,082                   | 5,108,386                       |
| Federal Spec. Rev. Funds      | 280,297,144          | (174,675,175)              | 105,481,980                 | (174,087,612)              | 106,070,245                 | 211,552,225                     |
| <b>Total Funds</b>            | <b>\$312,988,705</b> | <b>(\$172,461,717)</b>     | <b>\$140,526,988</b>        | <b>(\$171,863,506)</b>     | <b>\$141,125,199</b>        | <b>\$281,652,187</b>            |

| Program Proposed Budget Adjustments                  |                                   |                        |                                   |                        |
|--|-----------------------------------|------------------------|-----------------------------------|------------------------|
|  | Budget Adjustments<br>Fiscal 2016 |                        | Budget Adjustments<br>Fiscal 2017 |                        |
|  | General Fund                      | Total Funds            | General Fund                      | Total Funds            |
| <b>Statewide Present Law Adjustments</b>             |                                   |                        |                                   |                        |
| SWPL - 1 - Personal Services                         | 1,081,808                         | 3,066,265              | 1,077,383                         | 3,057,528              |
| SWPL - 2 - Fixed Costs                               | 59,386                            | 309,785                | 59,518                            | 310,519                |
| SWPL - 3 - Inflation Deflation                       | (4,052)                           | (15,094)               | (3,545)                           | (13,676)               |
| <i>Total Statewide Present Law Adjustments</i>       | <i>\$1,137,142</i>                | <i>\$3,360,956</i>     | <i>\$1,133,356</i>                | <i>\$3,354,371</i>     |
| <b>Present Law Adjustments</b>                       |                                   |                        |                                   |                        |
| PL - 200444 - Statewide 4% FTE Reduction - Program 2 | (416,207)                         | (1,074,447)            | (413,520)                         | (1,071,973)            |
| PL - 202101 - Child and Adult Care Food Ben          | 0                                 | 647,783                | 0                                 | 919,358                |
| PL - 202110 - TANF Authority to Grant Level          | 0                                 | 1,312,826              | 0                                 | 1,312,826              |
| PL - 202111 - Displacement and Resettlement Program  | 0                                 | 61,444                 | 0                                 | 61,444                 |
| PL - 202116 - IHSB Federal Grants to Current         | 0                                 | 910,000                | 0                                 | 835,000                |
| PL - 202501 - OPA Private Lease Adjustment           | 32,523                            | 88,069                 | 42,804                            | 115,906                |
| <i>Total Present Law Adjustments</i>                 | <i>(\$383,684)</i>                | <i>\$1,945,675</i>     | <i>(\$370,716)</i>                | <i>\$2,172,561</i>     |
| <b>New Proposals</b>                                 |                                   |                        |                                   |                        |
| NP - 202104 - SNAP Benefits Statutory Appropriation  | 0                                 | (181,958,071)          | 0                                 | (181,958,071)          |
| NP - 202106 - TANF FPL/Benefits Update               | 0                                 | 2,558,350              | 0                                 | 2,937,225              |
| NP - 202217 - Child Care STARS to Quality - OTO      | 1,200,000                         | 1,200,000              | 1,200,000                         | 1,200,000              |
| NP - 202219 - OPA Operations                         | 159,303                           | 431,373                | 158,948                           | 430,408                |
| <i>Total New Proposals</i>                           | <i>\$1,359,303</i>                | <i>(\$177,768,348)</i> | <i>\$1,358,948</i>                | <i>(\$177,390,438)</i> |
| <b>Total Budget Adjustments</b>                      | <b>\$2,112,761</b>                | <b>(\$172,461,717)</b> | <b>\$2,121,588</b>                | <b>(\$171,863,506)</b> |

# Economic Security Services Branch - 69020

## Human and Community Services - 02

### -----Statewide Present Law Adjustments-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$1,081,808               | \$3,066,265        |
| FY 2017 | \$1,077,383               | \$3,057,528        |

#### SWPL - 1 - Personal Services -

The budget includes \$3,066,265 in FY 2016 and \$3,057,528 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity and adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$59,386                  | \$309,785          |
| FY 2017 | \$59,518                  | \$310,519          |

#### SWPL - 2 - Fixed Costs -

This request includes \$309,785 in FY 2016 and \$310,519 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$4,052)                 | (\$15,094)         |
| FY 2017 | (\$3,545)                 | (\$13,676)         |

#### SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$15,094 in FY 2016 and \$13,676 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

### -----Present Law Adjustments-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$416,207)               | (\$1,074,447)      |
| FY 2017 | (\$413,520)               | (\$1,071,973)      |

#### PL - 200444 - Statewide 4% FTE Reduction - Program 2 -

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 200444 includes a reduction of 13.00 FTE each year and \$2,146,420 total funds for the biennium to accomplish the FTE reduction.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$647,783          |
| FY 2017 | \$0                       | \$919,358          |

#### PL - 202101 - Child and Adult Care Food Ben -

This present law adjustment requests \$1,567,141 in federal funds for the biennium to fund a federally required adjustment to the annual USDA reimbursement rate for the Child and Adult Care Food Program (CACFP) in each year, with no increased participation expected in either year.

## Economic Security Services Branch - 69020

### Human and Community Services - 02

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$1,312,826        |
| FY 2017 | \$0                       | \$1,312,826        |

**PL - 202110 - TANF Authority to Grant Level -**

This present law adjustment requests \$2,625,652 in federal funds over the bienium to bring the level of authority for TANF programs, other than cash assistance, up to the grant amount. This service is funded with 100% TANF federal funds.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$61,444           |
| FY 2017 | \$0                       | \$61,444           |

**PL - 202111 - Displacement and Resettlement Program -**

Newly arriving refugees to the United States, in pursuit of the American Dream, are often in need of placement services and support in order to achieve successful resettlement. Montana receives a federal grant to support these efforts. This present law adjustment requests \$61,444 in federal funds each year of the biennium to maintain existing services which support resettlement, including medical interpretation services and assistance in attaining employment for displaced individuals and their families in Montana. This request annualizes expenditures to the FY 2015 level.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$910,000          |
| FY 2017 | \$0                       | \$835,000          |

**PL - 202116 - IHSB Federal Grants to Current -**

This present law adjustment requests \$1,745,000 in federal funds over the biennium to maintain existing services for the Department of Energy (DOE) Weatherization, Food Distribution Program on Indian Reservations (FDPIR), and Commodity Supplemental Food Program (CSFP) services. These services are funded with 100% federal funds.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$32,523                  | \$88,069           |
| FY 2017 | \$42,804                  | \$115,906          |

**PL - 202501 - OPA Private Lease Adjustment -**

This present law adjustment requests \$203,975 total funds for the biennium, including general fund of \$32,523 in FY 2016 and \$42,804 in FY 2017 to provide lease adjustments for working space for Human and Community Service Division Employees in non-state owned buildings throughout the state.

-----**New Proposals**-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | (\$181,958,071)    |
| FY 2017 | \$0                       | (\$181,958,071)    |

**NP - 202104 - SNAP Benefits Statutory Appropriation -**

Due to the pass-through and unpredictable nature of federal Supplemental Nutrition Assistance Program (SNAP) benefits, the Executive has recommended legislation to remove this funding from HB 2 and establish it as a statutory appropriation. This decision package requests that federal funds be reduced by \$181,958,071 during each year of the 2017 biennium. If the proposed legislation is not approved, then federal SNAP authority will need to be increased by \$181,958,071 in HB 2 each year of the 2017 biennium. This change package is contingent on passage and approval of LC 627.

## Economic Security Services Branch - 69020

### Human and Community Services - 02

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$2,558,350        |
| FY 2017 | \$0                       | \$2,937,225        |

#### NP - 202106 - TANF FPL/Benefits Update -

This new proposal requests \$5,495,575 in federal funds for the biennium, including \$2,558,350 in FY 2016 and \$2,937,225 in FY 2017 to update the Temporary Assistance for Needy Families (TANF) payment standards. For FY 2016, the payment standard would be adjusted to 35% of the 2015 federal poverty level (FPL). For FY 2017, the payment standard would be adjusted to 35% of the 2016 FPL.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$1,200,000               | \$1,200,000        |
| FY 2017 | \$1,200,000               | \$1,200,000        |

#### NP - 202217 - Child Care STARS to Quality - OTO -

This proposal requests \$1,200,000 general fund each year of the biennium for the Best Beginnings STARS to Quality Program, which is a voluntary quality rating improvement system that aligns achievement of quality indicators with support and grant incentives for early childhood education programs and early childhood professionals. The request will continue the one-time-only funding from the 2013 legislative session.

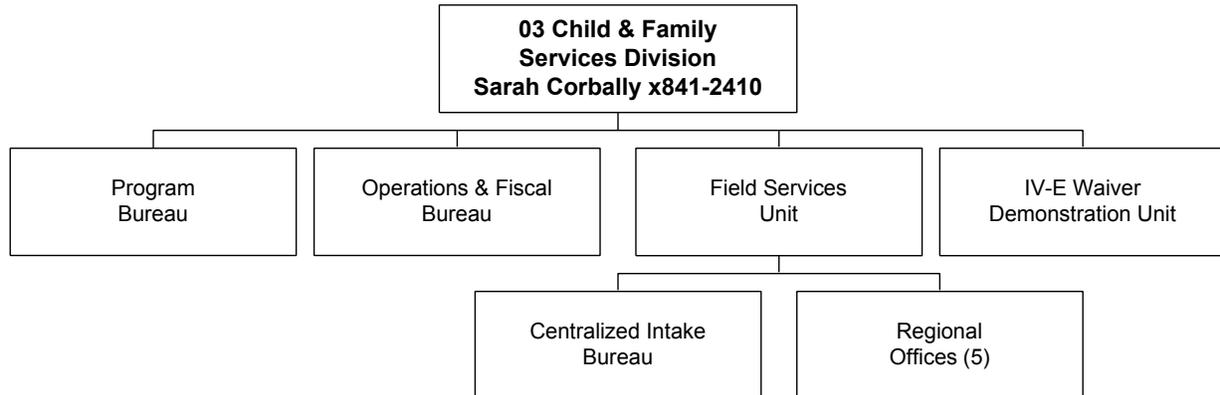
|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$159,303                 | \$431,373          |
| FY 2017 | \$158,948                 | \$430,408          |

#### NP - 202219 - OPA Operations -

The new proposal requests \$861,781 total funds over the biennium, including general fund of \$159,303 in FY 2016 and \$158,948 in FY 2017 to maintain existing services for the Offices of Public Assistance (OPA). The Governor's Office of Budget and Program Planning approved eight modified FTE for the 2015 biennium to be used to pilot a unit to assist with an anticipated influx of applicants. This request is necessary to make permanent all eight of the OPA positions that are currently filled and are necessary to provide real time services to the clients.

## Economic Security Services Branch - 69020

### Child & Family Services - 03



**Program Description** - The Child and Family Services Division (CFSD) administers child protective services, child abuse and neglect services, prevention services, domestic violence grants, and other programs designed to keep children safe and families strong. CFSD is composed of three bureaus and five regions that administer programs and are advised by Local Family Services Advisory Councils, which serve as the link between local communities and DPHHS. CFSD is the primary user of the statewide Child and Adult Protective Services (CAPS) computer system.

| Program Proposed Budget  |                            |                                   |                                   |                                   |                                   |   |
|--------------------------|----------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|---|
| Budget Item              | Base Budget<br>Fiscal 2014 | Budget Adjustments<br>Fiscal 2016 | Total Exec. Budget<br>Fiscal 2016 | Budget Adjustments<br>Fiscal 2017 | Total Exec. Budget<br>Fiscal 2017 | Executive Budget Request<br>2017 Biennium |
| FTE                      | 367.40                     | (13.75)                           | 353.65                            | (13.75)                           | 353.65                            |   |
| Personal Services        | 20,934,776                 | 1,245,033                         | 22,179,809                        | 1,230,742                         | 22,165,518                        | 44,345,327                                |
| Operating Expenses       | 5,279,480                  | 66,858                            | 5,346,338                         | 109,673                           | 5,389,153                         | 10,735,491                                |
| Grants                   | 6,813,280                  | 0                                 | 6,813,280                         | 0                                 | 6,813,280                         | 13,626,560                                |
| Benefits & Claims        | 32,389,511                 | 3,679,568                         | 36,069,079                        | 5,689,997                         | 38,079,508                        | 74,148,587                                |
| Transfers                | 238,091                    | 0                                 | 238,091                           | 0                                 | 238,091                           | 476,182                                   |
| Debt Service             | 1,158                      | 0                                 | 1,158                             | 0                                 | 1,158                             | 2,316                                     |
| <b>Total Costs</b>       | <b>\$65,656,296</b>        | <b>\$4,991,459</b>                | <b>\$70,647,755</b>               | <b>\$7,030,412</b>                | <b>\$72,686,708</b>               | <b>\$143,334,463</b>                      |
| General Fund             | 35,852,945                 | 3,785,217                         | 39,186,187                        | 5,452,888                         | 40,853,799                        | 80,039,986                                |
| State/Other Special      | 1,898,011                  | (3,375)                           | 1,897,708                         | (3,382)                           | 1,897,708                         | 3,795,416                                 |
| Federal Spec. Rev. Funds | 27,905,340                 | 1,209,617                         | 29,563,860                        | 1,580,906                         | 29,935,201                        | 59,499,061                                |
| <b>Total Funds</b>       | <b>\$65,656,296</b>        | <b>\$4,991,459</b>                | <b>\$70,647,755</b>               | <b>\$7,030,412</b>                | <b>\$72,686,708</b>               | <b>\$143,334,463</b>                      |

# Economic Security Services Branch - 69020

## Child & Family Services - 03

| Program Proposed Budget Adjustments                  | Budget Adjustments<br>Fiscal 2016 |                    | Budget Adjustments<br>Fiscal 2017 |                    |
|--|-----------------------------------|--------------------|-----------------------------------|--------------------|
|  | General Fund                      | Total Funds        | General Fund                      | Total Funds        |
| <b>Statewide Present Law Adjustments</b>             |                                   |                    |                                   |                    |
| SWPL - 1 - Personal Services                         | 935,940                           | 1,444,591          | 926,643                           | 1,431,180          |
| SWPL - 2 - Fixed Costs                               | (651)                             | (972)              | (651)                             | (972)              |
| SWPL - 3 - Inflation Deflation                       | (32,264)                          | (48,162)           | (28,095)                          | (41,936)           |
| <i>Total Statewide Present Law Adjustments</i>       | <i>\$903,025</i>                  | <i>\$1,395,457</i> | <i>\$897,897</i>                  | <i>\$1,388,272</i> |
| <b>Present Law Adjustments</b>                       |                                   |                    |                                   |                    |
| PL - 300444 - Statewide 4% FTE Reduction - Program 3 | (567,894)                         | (826,312)          | (568,485)                         | (827,192)          |
| PL - 303100 - Foster Care FMAP Adjustment            | 54,632                            | 0                  | 76,009                            | 0                  |
| PL - 303101 - Subsidized Adoption FMAP Adjustment    | 99,733                            | 0                  | 138,760                           | 0                  |
| PL - 303102 - Guardianship FMAP Adjustment           | 8,187                             | 0                  | 11,486                            | 0                  |
| PL - 303200 - Foster Care Caseload                   | 1,470,367                         | 2,079,979          | 2,141,053                         | 3,022,119          |
| PL - 303201 - Subsidized Adoption Caseload           | 327,383                           | 681,600            | 572,867                           | 1,182,576          |
| PL - 303202 - Guardianship Caseload                  | 169,538                           | 333,607            | 260,395                           | 509,827            |
| PL - 303300 - CFSD Overtime and Holiday Pay          | 469,206                           | 626,754            | 469,206                           | 626,754            |
| PL - 303500 - Leased Vehicles                        | 24,312                            | 34,732             | 24,312                            | 34,732             |
| PL - 303600 - CFS Private Lease Adjustment           | 56,131                            | 81,260             | 81,536                            | 117,849            |
| PL - 303700 - CFS Cost Allocation Administration     | 294,426                           | 0                  | 588,851                           | 0                  |
| <i>Total Present Law Adjustments</i>                 | <i>\$2,406,021</i>                | <i>\$3,011,620</i> | <i>\$3,795,990</i>                | <i>\$4,666,665</i> |
| <b>New Proposals</b>                                 |                                   |                    |                                   |                    |
| NP - 303800 - Tribal Foster Care                     | 200,000                           | 200,000            | 200,000                           | 200,000            |
| NP - 303900 - PRI - Foster Care                      | 207,469                           | 273,632            | 420,376                           | 552,736            |
| NP - 303901 - PRI - Subsidized Adoption              | 25,847                            | 55,689             | 52,792                            | 112,492            |
| NP - 303902 - PRI - Subsidized Guardianship          | 3,568                             | 6,202              | 7,258                             | 12,528             |
| NP - 303903 - PRI - In Home Services                 | 33,768                            | 33,768             | 67,537                            | 67,537             |
| NP - 303904 - PRI - Independent Living               | 2,393                             | 11,965             | 4,786                             | 23,930             |
| NP - 303905 - PRI - Access and Visitation            | 2,126                             | 2,126              | 4,252                             | 4,252              |
| NP - 303906 - PRI - Big Brothers/Big Sisters         | 1,000                             | 1,000              | 2,000                             | 2,000              |
| <i>Total New Proposals</i>                           | <i>\$476,171</i>                  | <i>\$584,382</i>   | <i>\$759,001</i>                  | <i>\$975,475</i>   |
| <b>Total Budget Adjustments</b>                      | <b>\$3,785,217</b>                | <b>\$4,991,459</b> | <b>\$5,452,888</b>                | <b>\$7,030,412</b> |

-----**Statewide Present Law Adjustments**-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$935,940                 | \$1,444,591        |
| FY 2017 | \$926,643                 | \$1,431,180        |

**SWPL - 1 - Personal Services -**

The budget includes \$1,444,591 in FY 2016 and \$1,431,180 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity and adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$651)                   | (\$972)            |
| FY 2017 | (\$651)                   | (\$972)            |

**SWPL - 2 - Fixed Costs -**

This request includes a reduction of \$972 each year to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

## Economic Security Services Branch - 69020

### Child & Family Services - 03

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$32,264)                | (\$48,162)         |
| FY 2017 | (\$28,095)                | (\$41,936)         |

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$48,162 in FY 2016 and \$41,936 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$567,894)               | (\$826,312)        |
| FY 2017 | (\$568,485)               | (\$827,192)        |

**PL - 300444 - Statewide 4% FTE Reduction - Program 3 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 300444 includes a reduction of 13.75 FTE each year and \$1,653,504 total funds for the biennium to accomplish the FTE reduction.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$54,632                  | \$0                |
| FY 2017 | \$76,009                  | \$0                |

**PL - 303100 - Foster Care FMAP Adjustment -**

This present law adjustment is necessary to maintain existing services for the foster care program in the Child and Family Services Division. The biennial funding increases general fund by \$130,641 and includes a corresponding decrease in federal funds. The total cost for the program does not change.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$99,733                  | \$0                |
| FY 2017 | \$138,760                 | \$0                |

**PL - 303101 - Subsidized Adoption FMAP Adjustment -**

This present law adjustment is necessary to maintain existing services for the subsidized adoption program. The biennial funding increases general fund by \$238,493 and includes a corresponding decrease in federal funds. The total cost for the program does not change.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$8,187                   | \$0                |
| FY 2017 | \$11,486                  | \$0                |

**PL - 303102 - Guardianship FMAP Adjustment -**

This present law adjustment is necessary to maintain existing services for the guardianship program. The biennial funding increases general fund by \$19,673 and includes a corresponding decrease in federal funds. The total cost for the program does not change.

## Economic Security Services Branch - 69020

### Child & Family Services - 03

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$1,470,367               | \$2,079,979        |
| FY 2017 | \$2,141,053               | \$3,022,119        |

#### PL - 303200 - Foster Care Caseload -

This present law adjustment requests \$5,102,098 total funds over the biennium, including general fund of \$1,470,367 in FY 2016 and \$2,141,053 in FY 2017 to fund the projected increases in the number of children entering foster care.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$327,383                 | \$681,600          |
| FY 2017 | \$572,867                 | \$1,182,576        |

#### PL - 303201 - Subsidized Adoption Caseload -

This present law adjustment requests \$1,864,176 total funds over the biennium, including general fund of \$327,383 in FY 2016 and \$572,867 in FY 2017 to fund the projected increases in the number of finalized adoptions and the average cost per day in the Subsidized Adoption Program.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$169,538                 | \$333,607          |
| FY 2017 | \$260,395                 | \$509,827          |

#### PL - 303202 - Guardianship Caseload -

This present law adjustment requests \$843,434 total funds over the biennium, including general fund of \$169,538 in FY 2016 and \$260,395 in FY 2017 to fund the projected increases in the number of finalized guardianships and the average cost per day in the Subsidized Guardianship Program.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$469,206                 | \$626,754          |
| FY 2017 | \$469,206                 | \$626,754          |

#### PL - 303300 - CFSD Overtime and Holiday Pay -

This present law adjustment requests \$1,253,508 in total funds for the biennium, including \$469,206 per year in general fund and \$157,548 per year in federal funds to restore overtime, holidays worked, differential pay, and the corresponding benefits for the Child and Family Services Division. These base year expenses are removed from the base budget when the program's positions are funded; however, these costs are ongoing expenses and are necessary to maintain current level activities.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$24,312                  | \$34,732           |
| FY 2017 | \$24,312                  | \$34,732           |

#### PL - 303500 - Leased Vehicles -

This present law adjustment requests \$69,464 total funds for the biennium, including \$24,312 per year in general fund and \$10,420 per year in federal funds. This request is necessary to increase the CFSD leased vehicle fleet in order to safely maintain services for children as the number of children in care rises.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$56,131                  | \$81,260           |
| FY 2017 | \$81,536                  | \$117,849          |

#### PL - 303600 - CFS Private Lease Adjustment -

This present law adjustment requests \$199,109 in total funds over the biennium, including general fund of \$56,131 in FY 2016 and \$81,536 in FY 2017 to maintain existing services for child protection in the Eastern region in the Child and Family Services Division. The increase is necessary to address the impact of the Bakken oil field development.

## Economic Security Services Branch - 69020

### Child & Family Services - 03

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$294,426                 | \$0                |
| FY 2017 | \$588,851                 | \$0                |

#### **PL - 303700 - CFS Cost Allocation Administration -**

This present law adjustment is necessary to maintain existing services for the child protection program in the Child and Family Services Division. This change package requests a general fund amount of \$294,426 in FY 2016 and \$588,851 in FY 2017 with offsetting federal funds reductions for each year, and is necessary to address changes in the allowable federal percentage of cost-allocated administration expenses. The total cost for the program does not change.

#### -----New Proposals-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$200,000                 | \$200,000          |
| FY 2017 | \$200,000                 | \$200,000          |

#### **NP - 303800 - Tribal Foster Care -**

This proposal requests \$200,000 in general fund each year of the biennium to make permanent the one-time-only funding by the 2013 Legislature for non-Title IV-E services to tribal children residing on reservations in Montana. The increase is necessary to equalize services and placement costs for all Montana children.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$207,469                 | \$273,632          |
| FY 2017 | \$420,376                 | \$552,736          |

#### **NP - 303900 - PRI - Foster Care -**

This new proposal requests a 2% provider rate increase in each year of the biennium for Foster Care in the Child & Family Services Division. The change package requests \$826,368 in total funds over the biennium, including general fund of \$207,469 in FY 2016 and \$420,376 in FY 2017.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$25,847                  | \$55,689           |
| FY 2017 | \$52,792                  | \$112,492          |

#### **NP - 303901 - PRI - Subsidized Adoption -**

This new proposal requests a 2% provider rate increase in each year of the biennium for Subsidized Adoption in the Child & Family Services Division. The change package requests \$168,181 in total funds over the biennium, including general fund of \$25,847 in FY 2016 and \$52,792 in FY 2017.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$3,568                   | \$6,202            |
| FY 2017 | \$7,258                   | \$12,528           |

#### **NP - 303902 - PRI - Subsidized Guardianship -**

This new proposal requests a 2% provider rate increase in each year of the biennium for Subsidized Guardianship in the Child & Family Services Division. The change package requests \$18,730 in total funds over the biennium, including general fund of \$3,568 in FY 2016 and \$7,258 in FY 2017.

## Economic Security Services Branch - 69020

### Child & Family Services - 03

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$33,768                  | \$33,768           |
| FY 2017 | \$67,537                  | \$67,537           |

#### NP - 303903 - PRI - In Home Services -

This new proposal requests a 2% provider rate increase in each year of the biennium for In Home Services in the Child & Family Services Division. The change package requests \$101,305 during the biennium and is funded entirely with general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$2,393                   | \$11,965           |
| FY 2017 | \$4,786                   | \$23,930           |

#### NP - 303904 - PRI - Independent Living -

This new proposal requests a 2% provider rate increase in each year of the biennium for Independent Living in the Child & Family Services Division. The change package requests \$35,895 in total funds over the biennium, including general fund of \$2,393 in FY 2016 and \$4,786 in FY 2017.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$2,126                   | \$2,126            |
| FY 2017 | \$4,252                   | \$4,252            |

#### NP - 303905 - PRI - Access and Visitation -

This new proposal requests a 2% provider rate increase in each year of the biennium for Access and Visitation in the Child & Family Services Division. The change package requests \$6,378 during the biennium and is funded entirely with general fund.

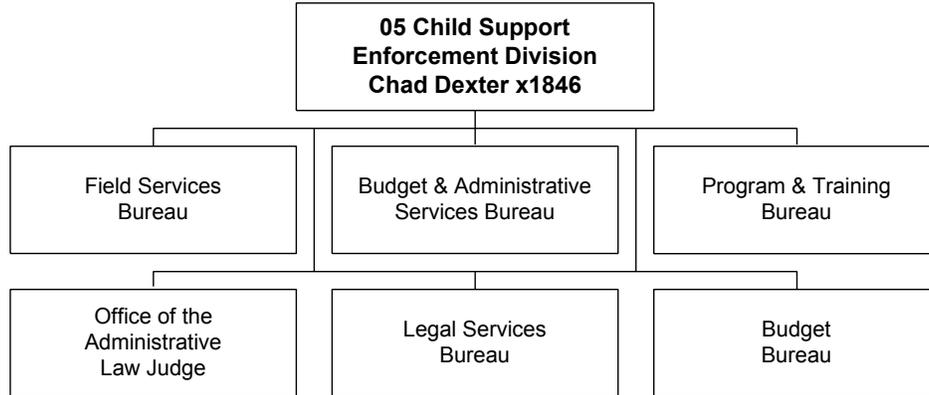
|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$1,000                   | \$1,000            |
| FY 2017 | \$2,000                   | \$2,000            |

#### NP - 303906 - PRI - Big Brothers/Big Sisters -

This new proposal requests a 2% provider rate increase in each year of the biennium for Big Brothers and Big Sisters in the Child & Family Services Division. The change package requests \$3,000 during the biennium and is funded entirely with general fund.

# Economic Security Services Branch - 69020

## Child Support Enforcement - 05



**Program Description** - The purpose of the Child Support Enforcement Division (CSED) is to pursue and obtain financial and medical support for children by establishing, enforcing, and collecting financial support owed by obligated parents. Program staff locates absent parents, identifies assets, establishes paternity, and ensures obligated parents maintain medical health insurance coverage for their dependent children. Child support payments are collected for families receiving public assistance and those not on assistance. Services are available to any applicant regardless of income level.

| Program Proposed Budget       | Base Budget Fiscal 2014 | Budget Adjustments Fiscal 2016 | Total Exec. Budget Fiscal 2016 | Budget Adjustments Fiscal 2017 | Total Exec. Budget Fiscal 2017 | Executive Budget Request 2017 Biennium |
|-------------------------------|-------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--|
| Budget Item                   |                         |                                |                                |                                |                                |  |
| FTE                           | 163.75                  | (6.44)                         | 157.31                         | (6.44)                         | 157.31                         |  |
| Personal Services             | 9,773,771               | 918,722                        | 10,692,493                     | 913,716                        | 10,687,487                     | 21,379,980                             |
| Operating Expenses            | 2,233,569               | (130)                          | 2,233,439                      | (153)                          | 2,233,416                      | 4,466,855                              |
| Equipment & Intangible Assets | 21,456                  | 0                              | 21,456                         | 0                              | 21,456                         | 42,912                                 |
| <b>Total Costs</b>            | <b>\$12,028,796</b>     | <b>\$918,592</b>               | <b>\$12,947,388</b>            | <b>\$913,563</b>               | <b>\$12,942,359</b>            | <b>\$25,889,747</b>                    |
| General Fund                  | 3,402,614               | 252,215                        | 3,695,771                      | 250,855                        | 3,694,135                      | 7,389,906                              |
| State/Other Special           | 385,863                 | 16,951                         | 405,125                        | 16,771                         | 404,872                        | 809,997                                |
| Federal Spec. Rev. Funds      | 8,240,319               | 649,426                        | 8,846,492                      | 645,937                        | 8,843,352                      | 17,689,844                             |
| <b>Total Funds</b>            | <b>\$12,028,796</b>     | <b>\$918,592</b>               | <b>\$12,947,388</b>            | <b>\$913,563</b>               | <b>\$12,942,359</b>            | <b>\$25,889,747</b>                    |

| Program Proposed Budget Adjustments                  | Budget Adjustments Fiscal 2016 |                    | Budget Adjustments Fiscal 2017 |                    |
|--|--------------------------------|--------------------|--------------------------------|--------------------|
|  | General Fund                   | Total Funds        | General Fund                   | Total Funds        |
| <b>Statewide Present Law Adjustments</b>             |                                |                    |                                |                    |
| SWPL - 1 - Personal Services                         | 359,373                        | 1,315,449          | 358,019                        | 1,310,440          |
| SWPL - 3 - Inflation Deflation                       | (40)                           | (130)              | (47)                           | (153)              |
| <i>Total Statewide Present Law Adjustments</i>       | <i>\$359,333</i>               | <i>\$1,315,319</i> | <i>\$357,972</i>               | <i>\$1,310,287</i> |
| <b>Present Law Adjustments</b>                       |                                |                    |                                |                    |
| PL - 500444 - Statewide 4% FTE Reduction - Program 5 | (107,118)                      | (396,727)          | (107,117)                      | (396,724)          |
| <i>Total Present Law Adjustments</i>                 | <i>(\$107,118)</i>             | <i>(\$396,727)</i> | <i>(\$107,117)</i>             | <i>(\$396,724)</i> |
| <b>Total Budget Adjustments</b>                      | <b>\$252,215</b>               | <b>\$918,592</b>   | <b>\$250,855</b>               | <b>\$913,563</b>   |

# Economic Security Services Branch - 69020

## Child Support Enforcement - 05

### -----Statewide Present Law Adjustments-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$359,373                 | \$1,315,449        |
| FY 2017 | \$358,019                 | \$1,310,440        |

#### **SWPL - 1 - Personal Services -**

The budget includes \$1,315,449 in FY 2016 and \$1,310,440 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity and adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$40)                    | (\$130)            |
| FY 2017 | (\$47)                    | (\$153)            |

#### **SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$130 in FY 2016 and \$153 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

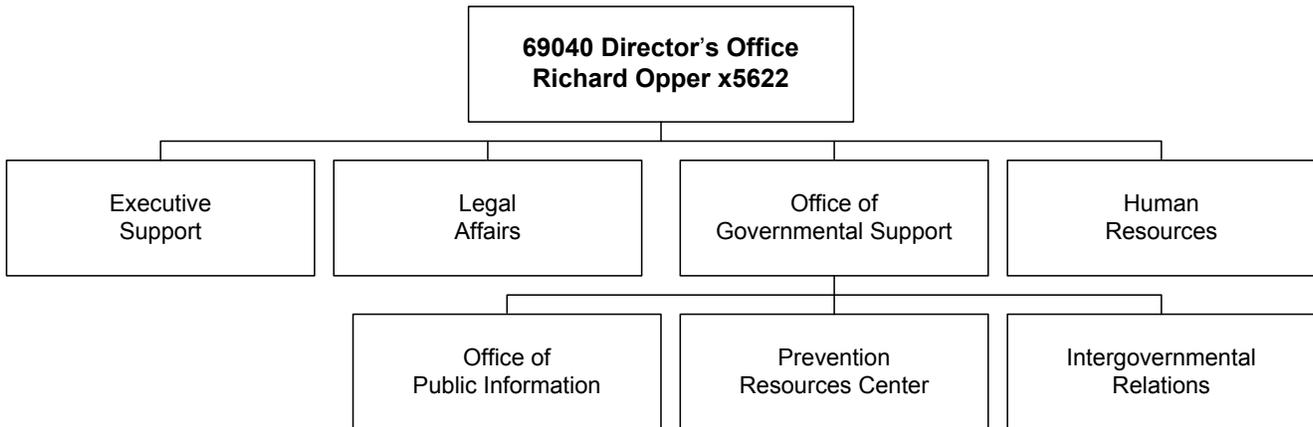
### -----Present Law Adjustments-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$107,118)               | (\$396,727)        |
| FY 2017 | (\$107,117)               | (\$396,724)        |

#### **PL - 500444 - Statewide 4% FTE Reduction - Program 5 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 500444 includes a reduction of 6.44 FTE each year and \$793,451 total funds for the biennium to accomplish the FTE reduction.

## Directors Office - 69040



**Mission Statement** - The Director's Office is responsible for overall policy development, management, and coordination of programs.

The director supervises the department's three branch managers and the administrator for Public Health and Safety Division as well as the Office of Human Resources, the Office of Legal Affairs, the Office of Governmental Support including the Prevention Resource Center, the Public Information Office, and Intergovernmental Relations.

**Statutory Authority** - Statutory authority is in Title 2, Chapter 15, part 22 and Title 53, Chapter 19, part 3, MCA.

## Directors Office - 69040

### Director's Office - 04

**Program Description** - The Director's Office provides overall policy development and administrative guidance for the department. Included in the Director's Office are legal affairs, personnel services, public information, the prevention resource center and the AmeriCorps\*VISTA Program. The Montana Health Coalition is administratively attached. The director serves on many councils including the Interagency Coordinating Council for State Prevention Programs, which is attached to the Governor's Office.

| Program Proposed Budget  |                            |                                   |                                   |                                   |                                   |   |
|--------------------------|----------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|---|
| Budget Item              | Base Budget<br>Fiscal 2014 | Budget Adjustments<br>Fiscal 2016 | Total Exec. Budget<br>Fiscal 2016 | Budget Adjustments<br>Fiscal 2017 | Total Exec. Budget<br>Fiscal 2017 | Executive Budget Request<br>2017 Biennium |
| FTE                      | 46.25                      | (0.75)                            | 45.50                             | (0.75)                            | 45.50                             |   |
| Personal Services        | 5,086,951                  | (1,111,966)                       | 3,974,985                         | (1,101,175)                       | 3,985,776                         | 7,960,761                                 |
| Operating Expenses       | 1,394,747                  | 32,431                            | 1,427,178                         | 32,905                            | 1,427,652                         | 2,854,830                                 |
| Grants                   | 366,782                    | 0                                 | 366,782                           | 0                                 | 366,782                           | 733,564                                   |
| <b>Total Costs</b>       | <b>\$6,848,480</b>         | <b>(\$1,079,535)</b>              | <b>\$5,768,945</b>                | <b>(\$1,068,270)</b>              | <b>\$5,780,210</b>                | <b>\$11,549,155</b>                       |
| General Fund             | 3,128,095                  | (533,007)                         | 2,595,088                         | (526,895)                         | 2,601,200                         | 5,196,288                                 |
| State/Other Special      | 746,972                    | (121,378)                         | 625,586                           | (120,627)                         | 626,339                           | 1,251,925                                 |
| Federal Spec. Rev. Funds | 2,973,413                  | (425,150)                         | 2,548,271                         | (420,748)                         | 2,552,671                         | 5,100,942                                 |
| <b>Total Funds</b>       | <b>\$6,848,480</b>         | <b>(\$1,079,535)</b>              | <b>\$5,768,945</b>                | <b>(\$1,068,270)</b>              | <b>\$5,780,210</b>                | <b>\$11,549,155</b>                       |

| Program Proposed Budget Adjustments                  |                                   |                      |                                   |                      |
|--|-----------------------------------|----------------------|-----------------------------------|----------------------|
|  | Budget Adjustments<br>Fiscal 2016 |                      | Budget Adjustments<br>Fiscal 2017 |                      |
|  | General Fund                      | Total Funds          | General Fund                      | Total Funds          |
| <b>Statewide Present Law Adjustments</b>             |                                   |                      |                                   |                      |
| SWPL - 1 - Personal Services                         | (497,198)                         | (1,017,588)          | (491,590)                         | (1,007,045)          |
| SWPL - 2 - Fixed Costs                               | 17,168                            | 33,739               | 17,317                            | 34,038               |
| SWPL - 3 - Inflation Deflation                       | (555)                             | (1,308)              | (481)                             | (1,133)              |
| <i>Total Statewide Present Law Adjustments</i>       | <i>(\$480,585)</i>                | <i>(\$985,157)</i>   | <i>(\$474,754)</i>                | <i>(\$974,140)</i>   |
| <b>Present Law Adjustments</b>                       |                                   |                      |                                   |                      |
| PL - 400444 - Statewide 4% FTE Reduction - Program 4 | (52,422)                          | (94,378)             | (52,141)                          | (94,130)             |
| <i>Total Present Law Adjustments</i>                 | <i>(\$52,422)</i>                 | <i>(\$94,378)</i>    | <i>(\$52,141)</i>                 | <i>(\$94,130)</i>    |
| <b>Total Budget Adjustments</b>                      | <b>(\$533,007)</b>                | <b>(\$1,079,535)</b> | <b>(\$526,895)</b>                | <b>(\$1,068,270)</b> |

### -----Statewide Present Law Adjustments-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$497,198)               | (\$1,017,588)      |
| FY 2017 | (\$491,590)               | (\$1,007,045)      |

#### SWPL - 1 - Personal Services -

The budget includes a reduction of \$1,017,588 in FY 2016 and \$1,007,045 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity and adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

## Directors Office - 69040

### Director's Office - 04

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$17,168                  | \$33,739           |
| FY 2017 | \$17,317                  | \$34,038           |

**SWPL - 2 - Fixed Costs -**

This request includes \$33,739 in FY 2016 and \$34,038 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$555)                   | (\$1,308)          |
| FY 2017 | (\$481)                   | (\$1,133)          |

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$1,308 in FY 2016 and \$1,133 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

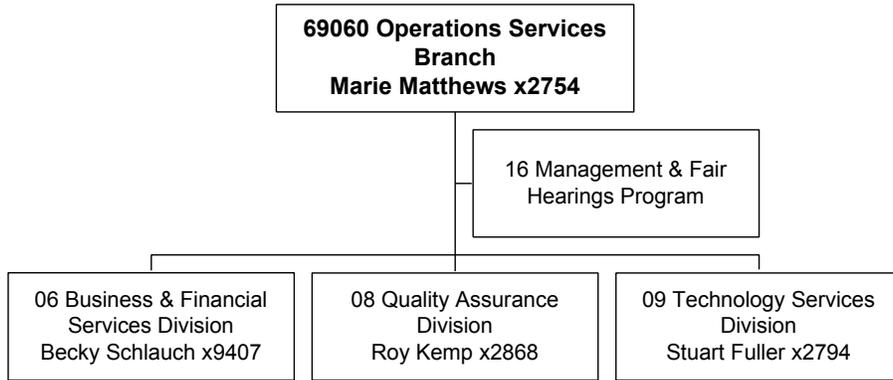
-----**Present Law Adjustments**-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$52,422)                | (\$94,378)         |
| FY 2017 | (\$52,141)                | (\$94,130)         |

**PL - 400444 - Statewide 4% FTE Reduction - Program 4 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 400444 includes a reduction of 0.75 FTE each year and \$188,508 total funds for the biennium to accomplish the FTE reduction.

## Operations Services Branch - 69060



**Mission Statement** - To manage the Operations Branch of the Department by providing, maintaining and supporting systems and processes of the Department in the areas of financial, budget, and technology management; quality assurance; and fair hearings.

**Statutory Authority** - Business and Financial Services Division - Title 17, Chapter 1, part 1, and Chapter 2, MCA, and 45 CFR Subtitle A, Part 92, Subpart C92.2, and Title 50 Chapter 15 MCA.

Management and Fair Hearings Division - Title 17, Chapter 1, part 1, and Chapter 2, MCA.

Quality Assurance Division - 42 U.S.C. 1818 and 42 U.S.C. 1919; 45 U.S.C.; Title 50, Chapter 5, parts 1 and 2; Title 50, Chapter 5, part 11; Title 52, Chapter 2, part 7; and Title 53, Chapter 2, section 501, MCA; CFR 21, CFR 49, CFR 10; P.L. 102-359 (10-27-92).

Technology Services Division - Title 17 and Title 40, MCA, and Title IV of the Social Security Act, Section 06, P.L. 96-265.

**Language** - This present language appropriation request is made to maintain existing services for the Recovery Audit program in the Quality Assurance Division. The Recovery Audit program requires the department to procure a contractor to identify and recover Medicaid funds as part of the Affordable Care Act's larger strategy to address waste, fraud and abuse in the healthcare system. A language appropriation was used in the 2013 and 2015 biennia to provide authority for the payment of the Recovery Audit Contractor. Language recommendation is: "The department will be required to pay the Recovery Audit Contractor an amount up to a maximum of 12.5 percent of the funds recovered. An initial amount of \$108,286 of the state special revenue fund share and \$199,083 of the federal special share from the Recovery Audit Contract (RAC) program is appropriated over the biennium contingent upon actual amounts recovered with additional appropriation as needed to comply with collection payment disbursements." Funding split is based on department blended FMAP rate.

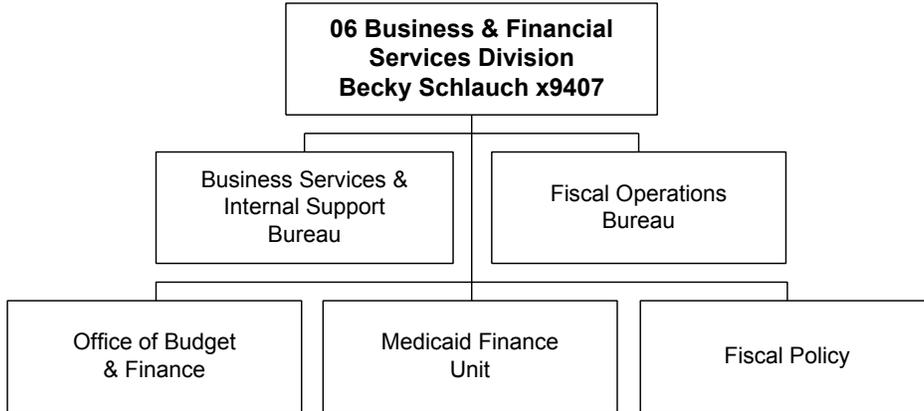
| Agency Proposed Budget        | Total<br>Exec. Budget<br>Fiscal 2016 | Total<br>Exec. Budget<br>Fiscal 2017 | Total<br>Exec. Budget<br>2017 Biennium |
|-------------------------------|--------------------------------------|--------------------------------------|--|
| FTE                           | 246.83                               | 246.83                               |  |
| Personal Services             | 17,929,223                           | 17,927,876                           | 35,857,099                             |
| Operating Expenses            | 31,824,981                           | 31,148,047                           | 62,973,028                             |
| Equipment & Intangible Assets | 395,167                              | 395,167                              | 790,334                                |
| Grants                        | 626,553                              | 626,553                              | 1,253,106                              |
| Debt Service                  | 3,311                                | 3,311                                | 6,622                                  |
| <b>Total Costs</b>            | <b>\$50,779,235</b>                  | <b>\$50,100,954</b>                  | <b>\$100,880,189</b>                   |
| General Fund                  | 18,834,914                           | 18,666,566                           | 37,501,480                             |
| State/Other Special           | 2,809,754                            | 2,853,228                            | 5,662,982                              |
| Federal Spec. Rev. Funds      | 29,134,567                           | 28,581,160                           | 57,715,727                             |
| <b>Total Funds</b>            | <b>\$50,779,235</b>                  | <b>\$50,100,954</b>                  | <b>\$100,880,189</b>                   |

## Operations Services Branch - 69060

| Agency Appropriated Biennium to Biennium Comparison |                                   |                      |                                |                      |   |                      |   |                |
|---|-----------------------------------|----------------------|--------------------------------|----------------------|---|----------------------|---|----------------|
| Program   | 2015 Biennium Appropriated Budget |                      | 2017 Biennium Requested Budget |                      | Biennium to Biennium Difference (dollars) |                      | Biennium to Biennium Difference (percent) |                |
|   | General Fund                      | Total Funds          | General Fund                   | Total Funds          | General Fund                              | Total Funds          | General Fund                              | Total Funds    |
| 06 - Business & Financial Services Division         | 7,214,227                         | 19,301,931           | 7,912,767                      | 20,447,933           | 698,540                                   | 1,146,002            | 9.68 %                                    | 5.94 %         |
| 08 - Quality Assurance Division                     | 5,203,197                         | 18,829,111           | 5,321,381                      | 19,541,783           | 118,184                                   | 712,672              | 2.27 %                                    | 3.78 %         |
| 09 - Technology Services Division                   | 22,521,743                        | 68,514,185           | 23,197,071                     | 58,273,470           | 675,328                                   | (10,240,715)         | 3.00 %                                    | (14.95)%       |
| 16 - Management and Fair Hearings                   | 894,115                           | 2,268,390            | 1,070,261                      | 2,617,003            | 176,146                                   | 348,613              | 19.70 %                                   | 15.37 %        |
| <b>Agency Total</b>                                 | <b>\$35,833,282</b>               | <b>\$108,913,617</b> | <b>\$37,501,480</b>            | <b>\$100,880,189</b> | <b>\$1,668,198</b>                        | <b>(\$8,033,428)</b> | <b>4.66 %</b>                             | <b>(7.38)%</b> |

## Operations Services Branch - 69060

### Business & Financial Services Division - 06



**Program Description** - The division provides support services for the department, including financial and accounting oversight, cash management, preparation and filing of federal financial reports, supplies and equipment purchasing, payroll processing, accounts payable, facility reimbursement, audit coordination, lease management, mail handling, property management, and records management. The division provides leadership and guidance in the development and implementation of accounting policies and procedures and best business practices. The division also manages the department's budgeting processes, and provides guidance and support to the department's 15 divisions. Additionally, oversight of the day-to-day management of appropriations and operating budget changes for the agency are handled by this division.

| Program Proposed Budget       |                            |                                   |                                   |                                   |                                   |   |
|-------------------------------|----------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|---|
| Budget Item                   | Base Budget<br>Fiscal 2014 | Budget Adjustments<br>Fiscal 2016 | Total Exec. Budget<br>Fiscal 2016 | Budget Adjustments<br>Fiscal 2017 | Total Exec. Budget<br>Fiscal 2017 | Executive Budget Request<br>2017 Biennium |
| FTE                           | 65.50                      | (2.50)                            | 63.00                             | (2.50)                            | 63.00                             |   |
| Personal Services             | 3,718,669                  | 364,971                           | 4,083,640                         | 362,006                           | 4,080,675                         | 8,164,315                                 |
| Operating Expenses            | 5,686,817                  | 681,182                           | 6,367,999                         | 206,380                           | 5,893,197                         | 12,261,196                                |
| Equipment & Intangible Assets | 7,900                      | 0                                 | 7,900                             | 0                                 | 7,900                             | 15,800                                    |
| Debt Service                  | 3,311                      | 0                                 | 3,311                             | 0                                 | 3,311                             | 6,622                                     |
| <b>Total Costs</b>            | <b>\$9,416,697</b>         | <b>\$1,046,153</b>                | <b>\$10,462,850</b>               | <b>\$568,386</b>                  | <b>\$9,985,083</b>                | <b>\$20,447,933</b>                       |
| General Fund                  | 3,672,835                  | 384,314                           | 4,057,149                         | 182,783                           | 3,855,618                         | 7,912,767                                 |
| State/Other Special           | 625,776                    | 74,726                            | 700,502                           | 53,757                            | 679,533                           | 1,380,035                                 |
| Federal Spec. Rev. Funds      | 5,118,086                  | 587,113                           | 5,705,199                         | 331,846                           | 5,449,932                         | 11,155,131                                |
| <b>Total Funds</b>            | <b>\$9,416,697</b>         | <b>\$1,046,153</b>                | <b>\$10,462,850</b>               | <b>\$568,386</b>                  | <b>\$9,985,083</b>                | <b>\$20,447,933</b>                       |

| Program Proposed Budget Adjustments                  |                                   |                    |                                   |                    |
|--|-----------------------------------|--------------------|-----------------------------------|--------------------|
|  | Budget Adjustments<br>Fiscal 2016 |                    | Budget Adjustments<br>Fiscal 2017 |                    |
|  | General Fund                      | Total Funds        | General Fund                      | Total Funds        |
| <b>Statewide Present Law Adjustments</b>             |                                   |                    |                                   |                    |
| SWPL - 1 - Personal Services                         | 227,226                           | 523,197            | 225,305                           | 519,826            |
| SWPL - 2 - Fixed Costs                               | 238,458                           | 681,446            | 38,788                            | 206,672            |
| SWPL - 3 - Inflation Deflation                       | (117)                             | (264)              | (126)                             | (292)              |
| <i>Total Statewide Present Law Adjustments</i>       | <i>\$465,567</i>                  | <i>\$1,204,379</i> | <i>\$263,967</i>                  | <i>\$726,206</i>   |
| <b>Present Law Adjustments</b>                       |                                   |                    |                                   |                    |
| PL - 600444 - Statewide 4% FTE Reduction - Program 6 | (81,253)                          | (158,226)          | (81,184)                          | (157,820)          |
| <i>Total Present Law Adjustments</i>                 | <i>(\$81,253)</i>                 | <i>(\$158,226)</i> | <i>(\$81,184)</i>                 | <i>(\$157,820)</i> |
| <b>Total Budget Adjustments</b>                      | <b>\$384,314</b>                  | <b>\$1,046,153</b> | <b>\$182,783</b>                  | <b>\$568,386</b>   |

## Operations Services Branch - 69060

### Business & Financial Services Division - 06

#### -----Statewide Present Law Adjustments-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$227,226                 | \$523,197          |
| FY 2017 | \$225,305                 | \$519,826          |

**SWPL - 1 - Personal Services -**

The budget includes \$523,197 in FY 2016 and \$519,826 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity and adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$238,458                 | \$681,446          |
| FY 2017 | \$38,788                  | \$206,672          |

**SWPL - 2 - Fixed Costs -**

This request includes \$681,446 in FY 2016 and \$206,672 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$117)                   | (\$264)            |
| FY 2017 | (\$126)                   | (\$292)            |

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$264 in FY 2016 and \$292 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

#### -----Present Law Adjustments-----

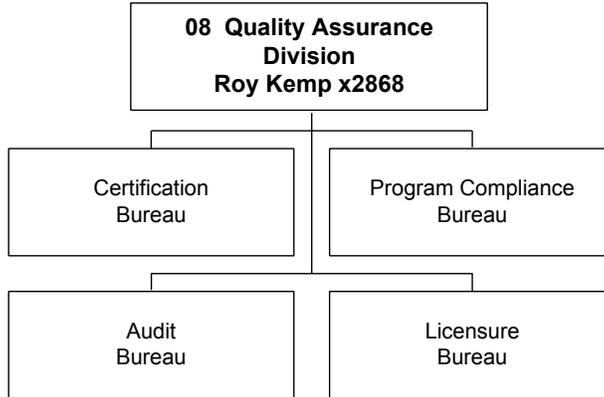
|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$81,253)                | (\$158,226)        |
| FY 2017 | (\$81,184)                | (\$157,820)        |

**PL - 600444 - Statewide 4% FTE Reduction - Program 6 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 600444 includes a reduction of 2.50 FTE each year and \$316,046 total funds for the biennium to accomplish the FTE reduction.

# Operations Services Branch - 69060

## Quality Assurance Division - 08



**Program Description** - The role of the Quality Assurance Division (QAD) is to protect the safety and well-being of Montanans by monitoring and ensuring the integrity and cost-effectiveness of department programs.

The division fulfills its role by:

- o Licensing, registering, and certifying health care, day care, and residential services;
- o Detecting and investigating abusive or fraudulent practices within the Medicaid and Supplemental Nutrition Assistance Program (SNAP, previously food stamps) and initiating recovery efforts;
- o Reducing Medicaid costs by identifying other insurers or parties responsible for paying a beneficiary's medical expenses;
- o Providing independent audits of DPHHS programs and contractors;
- o Providing informal dispute resolution conferences for nursing facilities that dispute deficiency citations;
- o Monitoring and evaluating health maintenance organizations (HMOs) for quality assurance and network adequacy;
- o Maintaining a registry of certified nurse aides;
- o Approving and monitoring training programs for nurse aides;
- o Operating the Certificate of Need program;
- o Ensuring department compliance with the federal Health Information Portability and Accountability Act; and
- o Operating the medical marijuana registry

The division has field offices in Anaconda, Billings, Bozeman, Great Falls, Havre, Hinsdale, Kalispell, Butte, Lincoln, Miles City, and Missoula.

| Program Proposed Budget       |                            |                                   |                                   |                                   |                                   |   |
|-------------------------------|----------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|---|
| Budget Item                   | Base Budget<br>Fiscal 2014 | Budget Adjustments<br>Fiscal 2016 | Total Exec. Budget<br>Fiscal 2016 | Budget Adjustments<br>Fiscal 2017 | Total Exec. Budget<br>Fiscal 2017 | Executive Budget Request<br>2017 Biennium |
| FTE                           | 115.23                     | (5.00)                            | 110.23                            | (5.00)                            | 110.23                            |   |
| Personal Services             | 6,857,070                  | 751,453                           | 7,608,523                         | 753,599                           | 7,610,669                         | 15,219,192                                |
| Operating Expenses            | 1,436,925                  | 67,873                            | 1,504,798                         | 69,088                            | 1,506,013                         | 3,010,811                                 |
| Equipment & Intangible Assets | 29,337                     | 0                                 | 29,337                            | 0                                 | 29,337                            | 58,674                                    |
| Grants                        | 626,553                    | 0                                 | 626,553                           | 0                                 | 626,553                           | 1,253,106                                 |
| <b>Total Costs</b>            | <b>\$8,949,885</b>         | <b>\$819,326</b>                  | <b>\$9,769,211</b>                | <b>\$822,687</b>                  | <b>\$9,772,572</b>                | <b>\$19,541,783</b>                       |
| General Fund                  | 2,476,778                  | 183,314                           | 2,660,092                         | 184,511                           | 2,661,289                         | 5,321,381                                 |
| State/Other Special           | 317,579                    | 61,995                            | 379,574                           | 61,568                            | 379,147                           | 758,721                                   |
| Federal Spec. Rev. Funds      | 6,155,528                  | 574,017                           | 6,729,545                         | 576,608                           | 6,732,136                         | 13,461,681                                |
| <b>Total Funds</b>            | <b>\$8,949,885</b>         | <b>\$819,326</b>                  | <b>\$9,769,211</b>                | <b>\$822,687</b>                  | <b>\$9,772,572</b>                | <b>\$19,541,783</b>                       |

# Operations Services Branch - 69060

## Quality Assurance Division - 08

| Program Proposed Budget Adjustments                  | Budget Adjustments<br>Fiscal 2016 |                    | Budget Adjustments<br>Fiscal 2017 |                    |
|--|-----------------------------------|--------------------|-----------------------------------|--------------------|
|  | General Fund                      | Total Funds        | General Fund                      | Total Funds        |
| <b>Statewide Present Law Adjustments</b>             |                                   |                    |                                   |                    |
| SWPL - 1 - Personal Services                         | 318,812                           | 1,033,439          | 319,509                           | 1,035,133          |
| SWPL - 2 - Fixed Costs                               | 917                               | 2,092              | 928                               | 2,109              |
| SWPL - 3 - Inflation Deflation                       | (2,740)                           | (9,273)            | (2,378)                           | (8,075)            |
| <i>Total Statewide Present Law Adjustments</i>       | <i>\$316,989</i>                  | <i>\$1,026,258</i> | <i>\$318,059</i>                  | <i>\$1,029,167</i> |
| <b>Present Law Adjustments</b>                       |                                   |                    |                                   |                    |
| PL - 800444 - Statewide 4% FTE Reduction - Program 8 | (133,675)                         | (281,986)          | (133,548)                         | (281,534)          |
| PL - 808003 - Med Admin RAC Program                  | 0                                 | 75,054             | 0                                 | 75,054             |
| <i>Total Present Law Adjustments</i>                 | <i>(\$133,675)</i>                | <i>(\$206,932)</i> | <i>(\$133,548)</i>                | <i>(\$206,480)</i> |
| <b>Total Budget Adjustments</b>                      | <b>\$183,314</b>                  | <b>\$819,326</b>   | <b>\$184,511</b>                  | <b>\$822,687</b>   |

-----**Statewide Present Law Adjustments**-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$318,812                 | \$1,033,439        |
| FY 2017 | \$319,509                 | \$1,035,133        |

**SWPL - 1 - Personal Services -**

The budget includes \$1,033,439 in FY 2016 and \$1,035,133 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity and adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$917                     | \$2,092            |
| FY 2017 | \$928                     | \$2,109            |

**SWPL - 2 - Fixed Costs -**

This request includes \$2,092 in FY 2016 and \$2,109 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$2,740)                 | (\$9,273)          |
| FY 2017 | (\$2,378)                 | (\$8,075)          |

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$9,273 in FY 2016 and \$8,075 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

# Operations Services Branch - 69060

## Quality Assurance Division - 08

-----Present Law Adjustments-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$133,675)               | (\$281,986)        |
| FY 2017 | (\$133,548)               | (\$281,534)        |

**PL - 800444 - Statewide 4% FTE Reduction - Program 8 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 800444 includes a reduction of 5.00 FTE each year and \$563,520 total funds for the biennium to accomplish the FTE reduction.

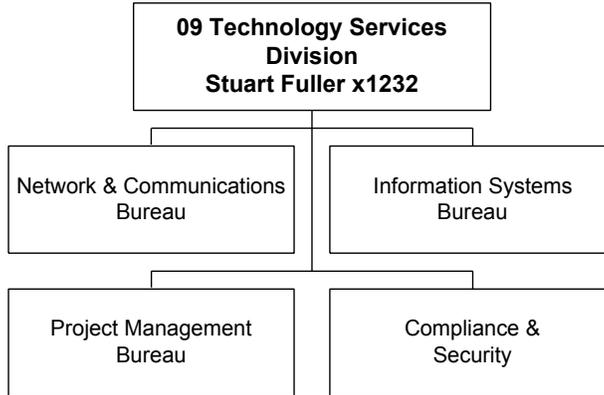
|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$75,054           |
| FY 2017 | \$0                       | \$75,054           |

**PL - 808003 - Med Admin RAC Program -**

This present law adjustment requests \$150,108 in total funds for the biennium, including \$75,054 of state funds and \$75,054 of federal funds to maintain existing services for the Recovery Audit program in the Quality Assurance Division. The increase is necessary to provide contracted services for the duties of monitoring and reporting on the Recovery Audit Program contract, collections, and payments.

# Operations Services Branch - 69060

## Technology Services Division - 09



**Program Description** - The Technology Services Division is responsible for the management, implementation and operations of information technology (IT) systems and infrastructure that directly support department programs. The division administrator, who also serves as the department's chief information officer, is responsible for implementing strategic IT goals and objectives.

TSD is made up of three bureaus that provide a wide range of IT services including computer programming, computer help desk functions, database support, web development, enterprise architecture, project management, IT contract management, data security, computer and network services.

| Program Proposed Budget       | Base Budget         | Budget Adjustments | Total Exec. Budget  | Budget Adjustments | Total Exec. Budget  | Executive Budget Request |
|-------------------------------|---------------------|--------------------|---------------------|--------------------|---------------------|--------------------------|
| Budget Item                   | Fiscal 2014         | Fiscal 2016        | Fiscal 2016         | Fiscal 2017        | Fiscal 2017         | 2017 Biennium            |
| FTE                           | 63.60               | (3.00)             | 60.60               | (3.00)             | 60.60               |                          |
| Personal Services             | 5,080,391           | (896)              | 5,079,495           | (2,203)            | 5,078,188           | 10,157,683               |
| Operating Expenses            | 21,094,589          | 2,707,064          | 23,801,653          | 2,503,685          | 23,598,274          | 47,399,927               |
| Equipment & Intangible Assets | 357,930             | 0                  | 357,930             | 0                  | 357,930             | 715,860                  |
| <b>Total Costs</b>            | <b>\$26,532,910</b> | <b>\$2,706,168</b> | <b>\$29,239,078</b> | <b>\$2,501,482</b> | <b>\$29,034,392</b> | <b>\$58,273,470</b>      |
| General Fund                  | 10,308,657          | 1,274,054          | 11,582,711          | 1,305,703          | 11,614,360          | 23,197,071               |
| State/Other Special           | 1,560,864           | 138,790            | 1,699,654           | 203,635            | 1,764,499           | 3,464,153                |
| Federal Spec. Rev. Funds      | 14,663,389          | 1,293,324          | 15,956,713          | 992,144            | 15,655,533          | 31,612,246               |
| <b>Total Funds</b>            | <b>\$26,532,910</b> | <b>\$2,706,168</b> | <b>\$29,239,078</b> | <b>\$2,501,482</b> | <b>\$29,034,392</b> | <b>\$58,273,470</b>      |

# Operations Services Branch - 69060

## Technology Services Division - 09

| Program Proposed Budget Adjustments                  | Budget Adjustments<br>Fiscal 2016 |                    | Budget Adjustments<br>Fiscal 2017 |                    |
|--|-----------------------------------|--------------------|-----------------------------------|--------------------|
|  | General Fund                      | Total Funds        | General Fund                      | Total Funds        |
| <b>Statewide Present Law Adjustments</b>             |                                   |                    |                                   |                    |
| SWPL - 1 - Personal Services                         | 94,133                            | 210,178            | 93,258                            | 208,340            |
| SWPL - 2 - Fixed Costs                               | 750,377                           | 1,596,557          | 1,099,418                         | 2,339,993          |
| SWPL - 3 - Inflation Deflation                       | (323)                             | (784)              | (279)                             | (680)              |
| <i>Total Statewide Present Law Adjustments</i>       | <i>\$844,187</i>                  | <i>\$1,805,951</i> | <i>\$1,192,397</i>                | <i>\$2,547,653</i> |
| <b>Present Law Adjustments</b>                       |                                   |                    |                                   |                    |
| PL - 900444 - Statewide 4% FTE Reduction - Program 9 | (88,187)                          | (211,074)          | (88,035)                          | (210,543)          |
| PL - 909004 - Contractual Adjustments                | 111,852                           | 308,899            | 208,634                           | 576,180            |
| PL - 909005 - CHIMES System Operations               | 329,952                           | 329,952            | 329,952                           | 329,952            |
| PL - 909010 - NCB Operations                         | 38,000                            | 89,940             | 16,875                            | 39,940             |
| PL - 909011 - Federal Audit Security Compliance      | 38,250                            | 382,500            | 35,932                            | 76,500             |
| PL - 909012 - EBT Outsourcing                        | 0                                 | 0                  | (390,052)                         | (858,200)          |
| <i>Total Present Law Adjustments</i>                 | <i>\$429,867</i>                  | <i>\$900,217</i>   | <i>\$113,306</i>                  | <i>(\$46,171)</i>  |
| <b>Total Budget Adjustments</b>                      | <b>\$1,274,054</b>                | <b>\$2,706,168</b> | <b>\$1,305,703</b>                | <b>\$2,501,482</b> |

-----**Statewide Present Law Adjustments**-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$94,133                  | \$210,178          |
| FY 2017 | \$93,258                  | \$208,340          |

**SWPL - 1 - Personal Services -**

The budget includes \$210,178 in FY 2016 and \$208,340 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity and adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$750,377                 | \$1,596,557        |
| FY 2017 | \$1,099,418               | \$2,339,993        |

**SWPL - 2 - Fixed Costs -**

This request includes \$1,596,557 in FY 2016 and \$2,339,993 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$323)                   | (\$784)            |
| FY 2017 | (\$279)                   | (\$680)            |

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$784 in FY 2016 and \$680 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

# Operations Services Branch - 69060

## Technology Services Division - 09

### -----Present Law Adjustments-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$88,187)                | (\$211,074)        |
| FY 2017 | (\$88,035)                | (\$210,543)        |

**PL - 900444 - Statewide 4% FTE Reduction - Program 9 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 900444 includes a reduction of 3.00 FTE each year and \$421,617 total funds for the biennium to accomplish the FTE reduction.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$111,852                 | \$308,899          |
| FY 2017 | \$208,634                 | \$576,180          |

**PL - 909004 - Contractual Adjustments -**

This present law adjustment requests \$885,079 total funds over the biennium, including general fund of \$111,852 in FY 2016 and \$208,634 in FY 2017 to maintain existing services for the Project Management bureau in the Technology Services Division. The increase is necessary to provide ongoing maintenance and operations support of the agency's large eligibility determination, case management, and data systems.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$329,952                 | \$329,952          |
| FY 2017 | \$329,952                 | \$329,952          |

**PL - 909005 - CHIMES System Operations -**

This present law adjustment requests \$329,952 in general fund in each year of the biennium to maintain existing services for the Project Management Bureau in the Technology Services Division. The increase restores one-time-only funding that is necessary to provide ongoing maintenance and operations support of the agency's eligibility determination systems.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$38,000                  | \$89,940           |
| FY 2017 | \$16,875                  | \$39,940           |

**PL - 909010 - NCB Operations -**

This present law adjustment requests \$129,880 in total funds over the biennium, including general fund of \$38,000 in FY 2016 and \$16,875 in FY 2017 to maintain existing services for the Network & Communication Services bureau. The increase is necessary to meet the DPHHS strategic disaster and recovery plan and to provide for mobile device management, monitoring of security threats on mobile devices, and for enhanced software licensing monitoring.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$38,250                  | \$382,500          |
| FY 2017 | \$35,932                  | \$76,500           |

**PL - 909011 - Federal Audit Security Compliance -**

This present law adjustment requests \$459,000 in total funds over the biennium, including general fund of \$38,250 in FY 2016 and \$35,932 in FY 2017 to maintain existing services for the Agencywide Services program. This request is for the purchase and ongoing maintenance of security software to meet the federal security IT audit compliance for data systems encryption, multi-factor authentication, and review of security incident and event management data.

**Operations Services Branch - 69060**

**Technology Services Division - 09**

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$0                |
| FY 2017 | (\$390,052)               | (\$858,200)        |

**PL - 909012 - EBT Outsourcing -**

This present law adjustment requests a reduction of \$858,200 in total funds in FY 2017, including a general fund reduction of \$390,052 to reduce base funding for the Montana Access EBT program in the Technology Services Division. This request was made during the 2013 legislative session; however, the vendor to whom the outsourcing was awarded terminated its EBT services prior to transfer of the process, resulting in the need to maintain the current Montana Access system for an additional two years.

# Operations Services Branch - 69060

## Management and Fair Hearings - 16



**Program Description** - The Management and Fair Hearings Office (MFH) is responsible for all the oversight and management of the Operations Branch of the department. The Office of Fair Hearings provides impartial administrative hearings for individuals or entities who may have been negatively impacted by a program administered by the department. Hearings officers adjudicate a wide range of department-related issues, including:

- o Eligibility and service issues for public assistance programs;
- o Licensing and certification issues;
- o Ability to pay for care in state institutions;
- o Denial of admission to or discharge from state institutions and long-term care facilities;
- o Substantiation of child abuse and neglect;
- o Eligibility for vocational rehabilitation services;
- o Enforcement of laws prohibiting sales of tobacco to minors; and
- o Enforcement of the Montana Food, Drug and Cosmetic Act

The Office of Fair Hearings does not have jurisdiction over issues determined by the Child Support Enforcement Division.

Hearing officers research statutes, rules, regulations, policies, and court cases to reach conclusions of law. After weighing evidence and evaluating testimony, they issue written decisions that are binding unless appealed to the state Board of Public Assistance, the department director, or a district court.

| Program Proposed Budget  | Base Budget<br>Fiscal 2014 | Budget Adjustments<br>Fiscal 2016 | Total Exec. Budget<br>Fiscal 2016 | Budget Adjustments<br>Fiscal 2017 | Total Exec. Budget<br>Fiscal 2017 | Executive Budget Request<br>2017 Biennium |
|--------------------------|----------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|---|
| FTE                      | 13.00                      | 0.00                              | 13.00                             | 0.00                              | 13.00                             |   |
| Personal Services        | 986,482                    | 171,083                           | 1,157,565                         | 171,862                           | 1,158,344                         | 2,315,909                                 |
| Operating Expenses       | 147,276                    | 3,255                             | 150,531                           | 3,287                             | 150,563                           | 301,094                                   |
| <b>Total Costs</b>       | <b>\$1,133,758</b>         | <b>\$174,338</b>                  | <b>\$1,308,096</b>                | <b>\$175,149</b>                  | <b>\$1,308,907</b>                | <b>\$2,617,003</b>                        |
| General Fund             | 463,034                    | 71,928                            | 534,962                           | 72,265                            | 535,299                           | 1,070,261                                 |
| State/Other Special      | 25,056                     | 4,968                             | 30,024                            | 4,993                             | 30,049                            | 60,073                                    |
| Federal Spec. Rev. Funds | 645,668                    | 97,442                            | 743,110                           | 97,891                            | 743,559                           | 1,486,669                                 |
| <b>Total Funds</b>       | <b>\$1,133,758</b>         | <b>\$174,338</b>                  | <b>\$1,308,096</b>                | <b>\$175,149</b>                  | <b>\$1,308,907</b>                | <b>\$2,617,003</b>                        |

| Program Proposed Budget Adjustments            | Budget Adjustments<br>Fiscal 2016 |                  | Budget Adjustments<br>Fiscal 2017 |                  |
|--|-----------------------------------|------------------|-----------------------------------|------------------|
|  | General Fund                      | Total Funds      | General Fund                      | Total Funds      |
| <b>Statewide Present Law Adjustments</b>       |                                   |                  |                                   |                  |
| SWPL - 1 - Personal Services                   | 70,580                            | 171,083          | 70,904                            | 171,862          |
| SWPL - 2 - Fixed Costs                         | 1,362                             | 3,289            | 1,373                             | 3,316            |
| SWPL - 3 - Inflation Deflation                 | (14)                              | (34)             | (12)                              | (29)             |
| <i>Total Statewide Present Law Adjustments</i> | <i>\$71,928</i>                   | <i>\$174,338</i> | <i>\$72,265</i>                   | <i>\$175,149</i> |
| <b>Total Budget Adjustments</b>                | <b>\$71,928</b>                   | <b>\$174,338</b> | <b>\$72,265</b>                   | <b>\$175,149</b> |

## Operations Services Branch - 69060

### Management and Fair Hearings - 16

#### -----Statewide Present Law Adjustments-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$70,580                  | \$171,083          |
| FY 2017 | \$70,904                  | \$171,862          |

#### **SWPL - 1 - Personal Services -**

The budget includes \$171,083 in FY 2016 and \$171,862 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity and adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

In addition, a Medicaid forecasting position was transferred to this division in the second half of the base year. As the position was vacant at snapshot, no base expenditures exist, yet the funding for the position is included in the SWPL1 totals for the biennium. This request also includes the impacts of market adjustments made due to complexity and level of duties being performed by staff in order to bring them up to pay commensurate with the work being performed.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$1,362                   | \$3,289            |
| FY 2017 | \$1,373                   | \$3,316            |

#### **SWPL - 2 - Fixed Costs -**

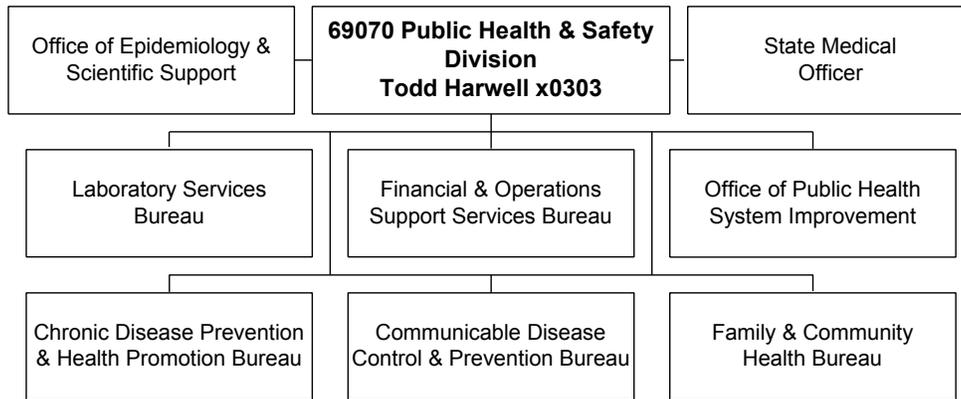
This request includes \$3,289 in FY 2016 and \$3,316 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$14)                    | (\$34)             |
| FY 2017 | (\$12)                    | (\$29)             |

#### **SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$34 in FY 2016 and \$29 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

## Public Health & Safety - 69070



**Mission Statement** - The mission of the Public Health and Safety Division is to improve the health of Montanans to the highest possible level.

**Statutory Authority** - Statutory authority for public health functions is in Title 50, MCA, including local public health activities. Rules concerning public health programs are in Title 37 of the Administrative Rules of Montana.

## Public Health & Safety - 69070

### Public Health & Safety Div. - 07

**Program Description** - The mission of the Public Health and Safety Division (PHSD) is to improve and protect the health of Montanans by creating conditions for healthy living. The division provides a wide range of public health services to individuals and communities that are aimed at prevention of disease and promotion of health. Services are provided through nearly 500 contracts with a broad range of private and public providers, including local and tribal public health departments, clinics, hospitals, and other community-based organizations. Programs administered by the division include, but are not limited to:

1. Clinical and environmental laboratory services;
2. Chronic and communicable disease prevention and control;
3. Maternal and child public health services;
4. Public health emergency preparedness;
5. Women's, Infants and Children's Special Nutrition Program (WIC);
6. Food and Consumer Safety; and
7. Emergency Medical Services.

Statutory authority for public health functions is in Title 50, MCA, including local public health activities. Rules concerning public health programs are in Title 37 of the Administrative Rules of Montana. Specific citations include: Title V of the Social Security Act; Family Planning Title X of the federal Public Health Service Act and 42 CFR, Subpart A, Part 59; WIC P. L. 95-627, Child Nutrition Act of 1966, and 7CFR part 246

| Program Proposed Budget       |                            |                                   |                                   |                                   |                                   |   |
|-------------------------------|----------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|---|
| Budget Item                   | Base Budget<br>Fiscal 2014 | Budget Adjustments<br>Fiscal 2016 | Total Exec. Budget<br>Fiscal 2016 | Budget Adjustments<br>Fiscal 2017 | Total Exec. Budget<br>Fiscal 2017 | Executive Budget Request<br>2017 Biennium |
| FTE                           | 191.95                     | (7.43)                            | 184.52                            | (7.44)                            | 184.51                            |   |
| Personal Services             | 12,406,591                 | 957,374                           | 13,363,965                        | 954,414                           | 13,361,005                        | 26,724,970                                |
| Operating Expenses            | 12,314,255                 | 262,248                           | 12,576,503                        | 265,032                           | 12,579,287                        | 25,155,790                                |
| Equipment & Intangible Assets | 36,500                     | 0                                 | 36,500                            | 0                                 | 36,500                            | 73,000                                    |
| Grants                        | 21,944,730                 | 1,762,527                         | 23,707,257                        | 1,762,527                         | 23,707,257                        | 47,414,514                                |
| Benefits & Claims             | 14,039,913                 | 0                                 | 14,039,913                        | 0                                 | 14,039,913                        | 28,079,826                                |
| Transfers                     | 390,674                    | 0                                 | 390,674                           | 0                                 | 390,674                           | 781,348                                   |
| <b>Total Costs</b>            | <b>\$61,132,663</b>        | <b>\$2,982,149</b>                | <b>\$64,114,812</b>               | <b>\$2,981,973</b>                | <b>\$64,114,636</b>               | <b>\$128,229,448</b>                      |
| General Fund                  | 3,672,480                  | 127,665                           | 3,864,690                         | 126,869                           | 3,863,707                         | 7,728,397                                 |
| State/Other Special           | 16,291,732                 | 1,783,797                         | 18,152,485                        | 1,786,953                         | 18,155,511                        | 36,307,996                                |
| Federal Spec. Rev. Funds      | 41,168,451                 | 1,070,687                         | 42,097,637                        | 1,068,151                         | 42,095,418                        | 84,193,055                                |
| <b>Total Funds</b>            | <b>\$61,132,663</b>        | <b>\$2,982,149</b>                | <b>\$64,114,812</b>               | <b>\$2,981,973</b>                | <b>\$64,114,636</b>               | <b>\$128,229,448</b>                      |

# Public Health & Safety - 69070

## Public Health & Safety Div. - 07

| Program Proposed Budget Adjustments                          | Budget Adjustments<br>Fiscal 2016 |                    | Budget Adjustments<br>Fiscal 2017 |                    |
|--|-----------------------------------|--------------------|-----------------------------------|--------------------|
|  | General Fund                      | Total Funds        | General Fund                      | Total Funds        |
| <b>Statewide Present Law Adjustments</b>                     |                                   |                    |                                   |                    |
| SWPL - 1 - Personal Services                                 | 169,064                           | 1,448,410          | 168,555                           | 1,445,203          |
| SWPL - 2 - Fixed Costs                                       | 28,179                            | 167,560            | 28,218                            | 169,356            |
| SWPL - 3 - Inflation Deflation                               | (833)                             | (5,312)            | (709)                             | (4,324)            |
| <i>Total Statewide Present Law Adjustments</i>               | <i>\$196,410</i>                  | <i>\$1,610,658</i> | <i>\$196,064</i>                  | <i>\$1,610,235</i> |
| <b>Present Law Adjustments</b>                               |                                   |                    |                                   |                    |
| PL - 700444 - Statewide 4% FTE Reduction - Program 7         | (68,745)                          | (491,036)          | (69,195)                          | (490,789)          |
| PL - 707001 - Tobacco Use Prevention Program                 | 0                                 | 1,000,000          | 0                                 | 1,000,000          |
| PL - 707013 - Cardiovascular and Diabetes Program Supplement | 0                                 | 522,527            | 0                                 | 522,527            |
| <i>Total Present Law Adjustments</i>                         | <i>(\$68,745)</i>                 | <i>\$1,031,491</i> | <i>(\$69,195)</i>                 | <i>\$1,031,738</i> |
| <b>New Proposals</b>   |                                   |                    |                                   |                    |
| NP - 707002 - CV Disease & Diabetes Prevention               | 0                                 | 100,000            | 0                                 | 100,000            |
| NP - 707003 - Asthma Home Visiting Program                   | 0                                 | 90,000             | 0                                 | 90,000             |
| NP - 707004 - Colorectal Cancer Screening                    | 0                                 | 150,000            | 0                                 | 150,000            |
| <i>Total New Proposals</i>                                   | <i>\$0</i>                        | <i>\$340,000</i>   | <i>\$0</i>                        | <i>\$340,000</i>   |
| <b>Total Budget Adjustments</b>                              | <b>\$127,665</b>                  | <b>\$2,982,149</b> | <b>\$126,869</b>                  | <b>\$2,981,973</b> |

-----**Statewide Present Law Adjustments**-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$169,064                 | \$1,448,410        |
| FY 2017 | \$168,555                 | \$1,445,203        |

**SWPL - 1 - Personal Services -**

The budget includes \$1,448,410 in FY 2016 and \$1,445,203 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity and adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$28,179                  | \$167,560          |
| FY 2017 | \$28,218                  | \$169,356          |

**SWPL - 2 - Fixed Costs -**

This request includes \$167,560 in FY 2016 and \$169,356 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$833)                   | (\$5,312)          |
| FY 2017 | (\$709)                   | (\$4,324)          |

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$5,312 in FY 2016 and \$4,324 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

## Public Health & Safety - 69070

### Public Health & Safety Div. - 07

#### -----Present Law Adjustments-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$68,745)                | (\$491,036)        |
| FY 2017 | (\$69,195)                | (\$490,789)        |

**PL - 700444 - Statewide 4% FTE Reduction - Program 7 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 700444 includes a reduction of 7.43 FTE each year of the biennium and \$981,825 total funds for the biennium to accomplish the FTE reduction.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$1,000,000        |
| FY 2017 | \$0                       | \$1,000,000        |

**PL - 707001 - Tobacco Use Prevention Program -**

This present law adjustment requests \$1,000,000 each year of the biennium in state special revenue funds for the Montana Tobacco Use Prevention Program. This request will fund youth prevention, tobacco use cessation, and smoke-free housing activities.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$522,527          |
| FY 2017 | \$0                       | \$522,527          |

**PL - 707013 - Cardiovascular and Diabetes Program Supplement -**

This present law adjustment for the Cardiovascular Health and Diabetes Prevention program requests \$522,527 each year of the biennium in federal funds. This increase is necessary to enhance the clinical quality improvement projects aimed at augmenting the prevention and control of hypertension and diabetes.

#### -----New Proposals-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$100,000          |
| FY 2017 | \$0                       | \$100,000          |

**NP - 707002 - CV Disease & Diabetes Prevention -**

This new proposal for the Cardiovascular Disease and Diabetes Prevention program requests \$100,000 in state special revenue funds each year of the biennium. This request will increase the number of Montana communities that have access to these prevention services.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$90,000           |
| FY 2017 | \$0                       | \$90,000           |

**NP - 707003 - Asthma Home Visiting Program -**

This new proposal for the Asthma Home Visiting program requests \$90,000 in each year of the biennium in state special revenue. This request will allow additional Montana communities to have access to this prevention service.

## Public Health & Safety - 69070

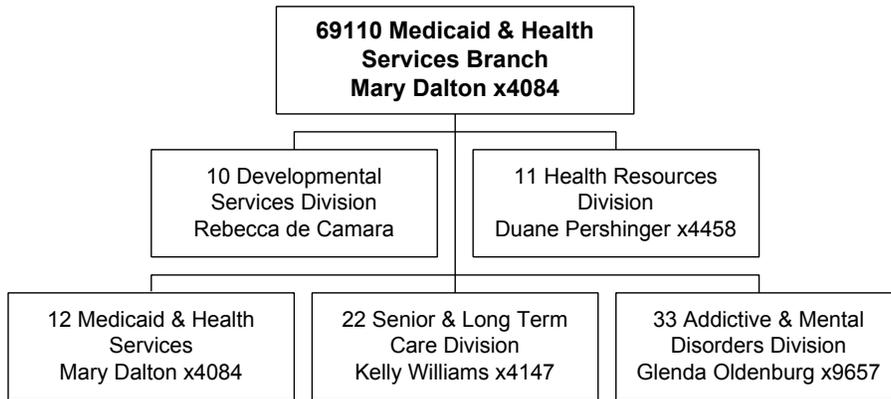
### Public Health & Safety Div. - 07

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$150,000          |
| FY 2017 | \$0                       | \$150,000          |

#### **NP - 707004 - Colorectal Cancer Screening -**

This new proposal for the Colorectal Cancer Screening program requests \$300,000 for the biennium in state special revenue funds. This request will allow the agency to screen an additional 600 low-income adults for colorectal cancer.

## Medicaid and Health Services Branch - 69110



**Mission Statement** - Coordinate Medicaid and Health Services Programs to optimize efficient delivery of services.

**Statutory Authority** - Title 53 Social Services and Institutions and Title 2 Chapter 4, MCA

**Language** - The executive proposes the following language be included in HB2:

"County Nursing Home Intergovernmental Transfer may be used only to make one-time payments to nursing homes based on the number of medicaid services provided. State special revenue in County Nursing Home IGT may be expended only after the office budget and program planning has certified that the department has collected the amount that is necessary to make one-time payments to nursing homes based on the number of Medicaid services provided and to fund the base budget in the nursing facility program and the community services program at the level of \$564,785 from counties participating in the intergovernmental transfer program for nursing facilities."

*First Step* (Restricted) found in CPs 3333319, 3333504, and 3333505 may only be used as follows: Peer support services (\$700,000 per year); Crisis intervention team (\$50,000 per year); 72-Hour crisis intervention (\$500,000 in fiscal year 2016 and \$750,000 in fiscal year 2017); Drop-In centers (\$193,769 per year); Housing re-entry (\$315,000 per year); County matching grants for HB 130 services (\$360,000 per year); Secure crisis beds for HB 131 (\$200,000 per year); Contracted forensic psychologists (\$180,000 per year), and Medicaid benefit funding switch (\$1,049,904 per year); Dementia wing personal services and operating costs at the Montana Mental Health Nursing Care Center (\$2,005,057 in fiscal year 2017), and forensic safety upgrade personal services and operating costs at Montana State Hospital (\$2,980,827 in fiscal year 2017).

*First Step* (Restricted) is void if appropriations totaling \$7,352,954 for renovations and equipment at Montana State Hospital and Montana Mental Health Nursing Care Center are not approved.

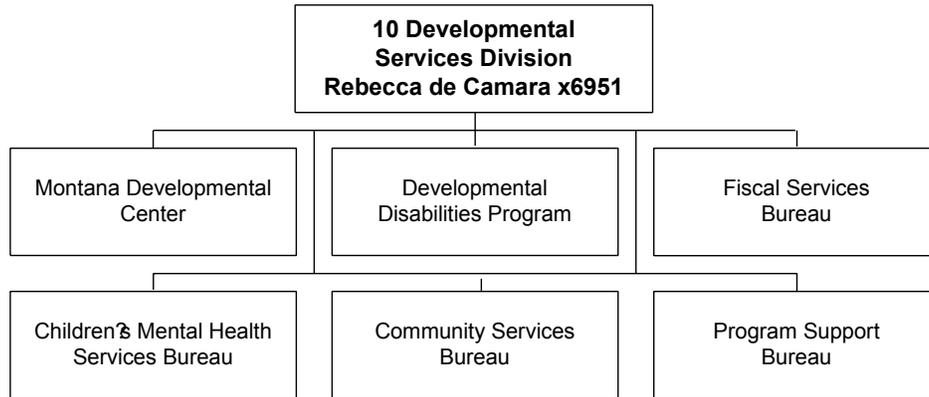
## Medicaid and Health Services Branch - 69110

| Agency Proposed Budget        | Total<br>Exec. Budget<br>Fiscal 2016 | Total<br>Exec. Budget<br>Fiscal 2017 | Total<br>Exec. Budget<br>2017 Biennium |
|-------------------------------|--------------------------------------|--------------------------------------|--|
| Budget Item                   |                                      |                                      |  |
| FTE                           | 1,246.70                             | 1,319.40                             |  |
| Personal Services             | 81,320,674                           | 85,324,173                           | 166,644,847                            |
| Operating Expenses            | 49,278,176                           | 51,923,557                           | 101,201,733                            |
| Equipment & Intangible Assets | 175,110                              | 175,110                              | 350,220                                |
| Grants                        | 34,832,297                           | 34,832,297                           | 69,664,594                             |
| Benefits & Claims             | 1,403,796,302                        | 1,497,001,322                        | 2,900,797,624                          |
| Transfers                     | 17,963                               | 17,963                               | 35,926                                 |
| Debt Service                  | 221,682                              | 227,151                              | 448,833                                |
| <b>Total Costs</b>            | <b>\$1,569,642,204</b>               | <b>\$1,669,501,573</b>               | <b>\$3,239,143,777</b>                 |
| General Fund                  | 421,713,368                          | 456,119,716                          | 877,833,084                            |
| State/Other Special           | 129,947,084                          | 133,039,206                          | 262,986,290                            |
| Federal Spec. Rev. Funds      | 1,017,981,752                        | 1,080,342,651                        | 2,098,324,403                          |
| <b>Total Funds</b>            | <b>\$1,569,642,204</b>               | <b>\$1,669,501,573</b>               | <b>\$3,239,143,777</b>                 |

| Agency Appropriated Biennium<br>to Biennium Comparison |                                      |                        |                                   |                        |  |                      |  |                |
|--|--------------------------------------|------------------------|-----------------------------------|------------------------|--|----------------------|--|----------------|
| Program  | 2015 Biennium<br>Appropriated Budget |                        | 2017 Biennium<br>Requested Budget |                        | Biennium to Biennium<br>Difference (dollars) |                      | Biennium to Biennium<br>Difference (percent) |                |
|  | General Fund                         | Total Funds            | General Fund                      | Total Funds            | General Fund                                 | Total Funds          | General Fund                                 | Total Funds    |
| 10 - Developmental Services<br>Division                | 165,344,466                          | 552,211,425            | 193,890,663                       | 621,300,068            | 28,546,197                                   | 69,088,643           | 17.26 %                                      | 12.51 %        |
| 11 - Health Resources Division                         | 273,400,115                          | 1,327,234,838          | 353,871,810                       | 1,580,955,266          | 80,471,695                                   | 253,720,428          | 29.43 %                                      | 19.12 %        |
| 12 - Medicaid and Health<br>Services Management        | 4,837,212                            | 37,450,984             | 4,436,161                         | 37,213,818             | (401,051)                                    | (237,166)            | (8.29)%                                      | (0.63)%        |
| 22 - Senior & Long Term Care                           | 135,165,631                          | 612,007,145            | 159,832,887                       | 671,138,847            | 24,667,256                                   | 59,131,702           | 18.25 %                                      | 9.66 %         |
| 33 - Addictive & Mental<br>Disorders                   | 134,129,796                          | 272,902,243            | 165,801,563                       | 328,535,778            | 31,671,767                                   | 55,633,535           | 23.61 %                                      | 20.39 %        |
| <b>Agency Total</b>                                    | <b>\$712,877,220</b>                 | <b>\$2,801,806,635</b> | <b>\$877,833,084</b>              | <b>\$3,239,143,777</b> | <b>\$164,955,864</b>                         | <b>\$437,337,142</b> | <b>23.14 %</b>                               | <b>15.61 %</b> |

# Medicaid and Health Services Branch - 69110

## Developmental Services Division - 10



**Program Description** - The Developmental Services Division (DSD) assists Montanans with disabilities and children with mental health needs to live, work, and participate in their communities. The division includes the Developmental Disabilities Program, the Montana Developmental Center, and the Children’s Mental Health Services Bureau. The division provides or contracts for institutional care, inpatient care, residential services, home and community based services, and case management.

The Developmental Disabilities Program operates three home and community based Medicaid waivers, the state’s IDEA early intervention program, and the state facility for behavioral treatment at the Montana Developmental Center in Boulder. These services include transportation, residential and work habilitation, adaptive equipment, and some medical services not covered by the state Medicaid plan.

The Children’s Mental Health Bureau manages a continuum of services to address the needs of youth with serious emotional disturbance and their families. These services are funded by Medicaid and offered by Medicaid enrolled providers. In addition, the bureau builds linkages to other child serving agencies to support the development of a system of care for youth.

Statutory Title 53, MCA, 29U.S.C. 721 et. seq., 29U.S.C. 796, et. seq., 29U.S.C. 774, 29U.S.C. 777b, 29U.S.C. 2201 et. seq., 42U.S.C. 75, 6602, 72U.S.C. 1300, 42CFR 441.302(b), 42CFR 441.302(g), 45CFR 74.62, and 34CRF Part 303.

| Program Proposed Budget  |                         |                                |                                |                                |                                |  |
|--------------------------|-------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--|
| Budget Item              | Base Budget Fiscal 2014 | Budget Adjustments Fiscal 2016 | Total Exec. Budget Fiscal 2016 | Budget Adjustments Fiscal 2017 | Total Exec. Budget Fiscal 2017 | Executive Budget Request 2017 Biennium |
| FTE                      | 353.67                  | (4.00)                         | 349.67                         | (4.00)                         | 349.67                         |  |
| Personal Services        | 18,012,883              | 2,793,789                      | 20,806,672                     | 2,741,591                      | 20,754,474                     | 41,561,146                             |
| Operating Expenses       | 5,568,783               | 47,392                         | 5,616,175                      | 50,028                         | 5,618,811                      | 11,234,986                             |
| Benefits & Claims        | 234,604,673             | 39,833,128                     | 274,437,801                    | 59,385,598                     | 293,990,271                    | 568,428,072                            |
| Debt Service             | 37,932                  | 0                              | 37,932                         | 0                              | 37,932                         | 75,864                                 |
| <b>Total Costs</b>       | <b>\$258,224,271</b>    | <b>\$42,674,309</b>            | <b>\$300,898,580</b>           | <b>\$62,177,217</b>            | <b>\$320,401,488</b>           | <b>\$621,300,068</b>                   |
| General Fund             | 78,774,795              | 14,739,756                     | 94,194,047                     | 20,242,338                     | 99,696,616                     | 193,890,663                            |
| State/Other Special      | 6,632,940               | 442                            | 6,632,940                      | 420                            | 6,632,940                      | 13,265,880                             |
| Federal Spec. Rev. Funds | 172,816,536             | 27,934,111                     | 200,071,593                    | 41,934,459                     | 214,071,932                    | 414,143,525                            |
| <b>Total Funds</b>       | <b>\$258,224,271</b>    | <b>\$42,674,309</b>            | <b>\$300,898,580</b>           | <b>\$62,177,217</b>            | <b>\$320,401,488</b>           | <b>\$621,300,068</b>                   |

# Medicaid and Health Services Branch - 69110

## Developmental Services Division - 10

| Program Proposed Budget Adjustments                    | Budget Adjustments<br>Fiscal 2016 |                     | Budget Adjustments<br>Fiscal 2017 |                     |
|--|-----------------------------------|---------------------|-----------------------------------|---------------------|
|  | General Fund                      | Total Funds         | General Fund                      | Total Funds         |
| <b>Statewide Present Law Adjustments</b>               |                                   |                     |                                   |                     |
| SWPL - 1 - Personal Services                           | 2,330,142                         | 3,047,331           | 2,277,421                         | 2,994,400           |
| SWPL - 2 - Fixed Costs                                 | 34,108                            | 42,670              | 31,378                            | 40,062              |
| SWPL - 3 - Inflation Deflation                         | 7,949                             | 4,722               | 12,809                            | 9,966               |
| <i>Total Statewide Present Law Adjustments</i>         | <i>\$2,372,199</i>                | <i>\$3,094,723</i>  | <i>\$2,321,608</i>                | <i>\$3,044,428</i>  |
| <b>Present Law Adjustments</b>                         |                                   |                     |                                   |                     |
| PL - 1000444 - Statewide 4% FTE Reduction - Program 10 | (106,443)                         | (253,542)           | (106,134)                         | (252,809)           |
| PL - 1010010 - Med Ben Waiver FMAP Adjustment DDP      | 1,123,082                         | 0                   | 1,482,404                         | 0                   |
| PL - 1010011 - Med Ben Core FMAP Adjustment CMH        | 782,656                           | 0                   | 1,082,777                         | 0                   |
| PL - 1010012 - Med Ben Core CLoad CMH                  | 4,261,260                         | 12,298,008          | 6,409,200                         | 18,166,666          |
| PL - 1010013 - Med Ben Core CLoad DDP                  | 114,373                           | 330,080             | 176,820                           | 505,056             |
| PL - 1010014 - Med Ben Waiver CLoad DDP                | 2,724,275                         | 7,862,265           | 2,572,579                         | 7,682,265           |
| PL - 1010016 - Med Ben Fed CLoad CMH                   | 0                                 | 8,713,082           | 0                                 | 13,633,145          |
| <i>Total Present Law Adjustments</i>                   | <i>\$8,899,203</i>                | <i>\$28,949,893</i> | <i>\$11,617,646</i>               | <i>\$39,734,323</i> |
| <b>New Proposals</b>                                   |                                   |                     |                                   |                     |
| NP - 1010017 - Med Ben Medicaid Autism Services        | 1,655,570                         | 4,777,980           | 2,605,891                         | 7,443,275           |
| NP - 1010018 - MDC Community Placements                | 195,415                           | 563,967             | 385,706                           | 1,101,702           |
| NP - 1010019 - PRI - Med Ben DD Waiver                 | 804,453                           | 2,321,654           | 1,624,995                         | 4,689,741           |
| NP - 1010020 - PRI Med Ben DD TCM                      | 29,301                            | 84,562              | 59,731                            | 170,815             |
| NP - 1010021 - PRI DDP Non-Medicaid                    | 82,976                            | 154,487             | 167,612                           | 312,065             |
| NP - 1010022 - PRI Med Ben Children's Mental Health    | 669,990                           | 1,933,594           | 1,397,239                         | 3,994,956           |
| NP - 1010023 - PRI CMH Federal Only                    | 0                                 | 762,800             | 0                                 | 1,624,002           |
| NP - 1010024 - PRI CMH Non-Medicaid                    | 30,649                            | 30,649              | 61,910                            | 61,910              |
| <i>Total New Proposals</i>                             | <i>\$3,468,354</i>                | <i>\$10,629,693</i> | <i>\$6,303,084</i>                | <i>\$19,398,466</i> |
| <b>Total Budget Adjustments</b>                        | <b>\$14,739,756</b>               | <b>\$42,674,309</b> | <b>\$20,242,338</b>               | <b>\$62,177,217</b> |

-----**Statewide Present Law Adjustments**-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$2,330,142               | \$3,047,331        |
| FY 2017 | \$2,277,421               | \$2,994,400        |

**SWPL - 1 - Personal Services -**

The budget includes \$3,047,331 in FY 2016 and \$2,994,400 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity and adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of recruitment issues such as high turnover at the Montana Development Center (MDC) and holding positions at MDC open for significant periods of time due to the budget reductions at the facility.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$34,108                  | \$42,670           |
| FY 2017 | \$31,378                  | \$40,062           |

**SWPL - 2 - Fixed Costs -**

This request includes \$42,670 in FY 2016 and \$40,062 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

# Medicaid and Health Services Branch - 69110

## Developmental Services Division - 10

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$7,949                   | \$4,722            |
| FY 2017 | \$12,809                  | \$9,966            |

**SWPL - 3 - Inflation Deflation -**

This change package includes \$4,722 in FY 2016 and \$9,966 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$106,443)               | (\$253,542)        |
| FY 2017 | (\$106,134)               | (\$252,809)        |

**PL - 1000444 - Statewide 4% FTE Reduction - Program 10 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 1000444 includes a reduction of 4.00 FTE each year of the biennium and \$506,351 total funds for the biennium to accomplish the FTE reduction.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$1,123,082               | \$0                |
| FY 2017 | \$1,482,404               | \$0                |

**PL - 1010010 - Med Ben Waiver FMAP Adjustment DDP -**

This present law adjustment is necessary to maintain existing services for the Developmental Disabilities program in the Developmental Services Division. The request adjusts the base year expenses from FY 2014 FMAP (federal medical assistance participation) rate to the new FY 2016 and FY 2017 rates. This change package requests a general fund amount of \$1,123,082 in FY 2016 and \$1,482,404 in FY 2017 with offsetting federal funds reductions for each year. The total cost for the program does not change.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$782,656                 | \$0                |
| FY 2017 | \$1,082,777               | \$0                |

**PL - 1010011 - Med Ben Core FMAP Adjustment CMH -**

This present law adjustment is necessary to maintain existing services for the Children's Mental Health program in the Developmental Services Division. The request adjusts the base year expenses from FY 2014 FMAP (federal medical assistance participation) rate to the new FY 2016 and FY 2017 rates. This change package requests a general fund amount of \$782,656 in FY 2016 and \$1,082,777 in FY 2017 with offsetting federal funds reductions for each year. The total cost for the program does not change.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$4,261,260               | \$12,298,008       |
| FY 2017 | \$6,409,200               | \$18,166,666       |

**PL - 1010012 - Med Ben Core CLoad CMH -**

This present law adjustment requests \$30,464,674 total funds over the biennium including general fund of \$4,261,260 in FY 2016 and \$6,409,200 in FY 2017 to fund caseload growth (number of eligible people, utilization of services, acuity level, and cost per service) for the Children's Mental Health program.

## Medicaid and Health Services Branch - 69110

### Developmental Services Division - 10

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$114,373                 | \$330,080          |
| FY 2017 | \$176,820                 | \$505,056          |

**PL - 1010013 - Med Ben Core CLoad DDP -**

This present law adjustment requests \$835,136 total funds over the biennium including general fund of \$114,373 in FY 2016 and \$176,820 in FY 2017 to fund caseload growth for the Developmental Disabilities program (Case Management).

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$2,724,275               | \$7,862,265        |
| FY 2017 | \$2,572,579               | \$7,682,265        |

**PL - 1010014 - Med Ben Waiver CLoad DDP -**

This present law adjustment requests \$15,544,530 in total funds over the biennium including general fund of \$2,724,275 in FY 2016 and \$2,572,579 in FY 2017 to fund caseload growth for the Developmental Disabilities Program Waivers. This proposal includes the increase in the number of eligible individuals in services, utilization, acuity level, and cost per services for medical care.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$8,713,082        |
| FY 2017 | \$0                       | \$13,633,145       |

**PL - 1010016 - Med Ben Fed CLoad CMH -**

This present law adjustment requests \$8,713,082 in federal funds in FY 2016 and \$13,633,145 in federal funds in FY 2017 to fund the caseload growth for the Comprehensive School and Community Treatment (CSCT) program. Funding for this program is 100% federal funds.

### -----New Proposals-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$1,655,570               | \$4,777,980        |
| FY 2017 | \$2,605,891               | \$7,443,275        |

**NP - 1010017 - Med Ben Medicaid Autism Services -**

This new proposal requests \$12,221,255 in total funds for the 2017 biennium including \$4,261,461 in general fund to finance State Plan Medicaid autism services for eligible youth through age 20. These services would replace most of the Autism Waiver services which are currently limited to services for 55 children. Autism services are shown to increase communication, coping, and daily living skills in children. Individuals who receive autism intervention services require less intensive and less costly services throughout their lives.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$195,415                 | \$563,967          |
| FY 2017 | \$385,706                 | \$1,101,702        |

**NP - 1010018 - MDC Community Placements -**

This new proposal requests \$1,665,669 total funds over the biennium, including \$581,121 in general fund to provide community placements for 7 people from MDC each year for a total of 14 placements in the 2017 Biennium. The average cost plan during FY 2015 for individuals from MDC transitioning to community services is estimated at \$157,386. These individuals would be placed into the DDP 0208 Waiver and receive on-going services.

## Medicaid and Health Services Branch - 69110

### Developmental Services Division - 10

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$804,453                 | \$2,321,654        |
| FY 2017 | \$1,624,995               | \$4,689,741        |

#### NP - 1010019 - PRI - Med Ben DD Waiver -

This new proposal requests a 2% provider rate increase in each year of the biennium for Developmental Disabilities waiver services in the Developmental Services Division. The change package requests \$7,011,395 in total funds with \$2,429,448 in general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$29,301                  | \$84,562           |
| FY 2017 | \$59,731                  | \$170,815          |

#### NP - 1010020 - PRI Med Ben DD TCM -

This new proposal requests a 2% provider rate increase in each year of the biennium for Developmental Disabilities Targeted Case Management in the Developmental Services Division. This change package requests \$255,377 in total funds with \$89,032 in general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$82,976                  | \$154,487          |
| FY 2017 | \$167,612                 | \$312,065          |

#### NP - 1010021 - PRI DDP Non-Medicaid -

This new proposal requests a 2% provider rate increase in each year of the biennium for Developmental Disabilities program, non-Medicaid. This change package seeks \$466,552 in total funds with \$250,588 in general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$669,990                 | \$1,933,594        |
| FY 2017 | \$1,397,239               | \$3,994,956        |

#### NP - 1010022 - PRI Med Ben Children's Mental Health -

This new proposal requests a 2% provider rate increase in each year of the biennium for Children's Mental Health in the Developmental Services Division. This change package seeks \$5,928,550 in total funds with \$2,067,229 in general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$762,800          |
| FY 2017 | \$0                       | \$1,624,002        |

#### NP - 1010023 - PRI CMH Federal Only -

This new proposal requests a 2% provider rate increase in each year of the biennium for Children's Mental Health School-based services. This change package seeks \$2,386,802 in federal funds.

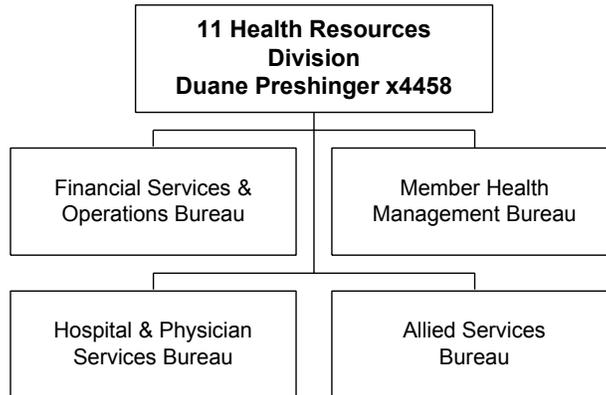
|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$30,649                  | \$30,649           |
| FY 2017 | \$61,910                  | \$61,910           |

#### NP - 1010024 - PRI CMH Non-Medicaid -

This new proposal requests a 2% provider rate increase in each year of the biennium for Children's Mental Health Non-Medicaid. This change package seeks \$92,559 in general fund for the biennium.

# Medicaid and Health Services Branch - 69110

## Health Resources Division - 11



**Program Description** - The Health Resources Division (HRD) administers Medicaid primary care services, Healthy Montana Kids (formerly the Children’s Health Insurance Program), and Big Sky Rx. The purpose of the division is to improve and protect the health and safety of Montanans. The division reimburses private and public providers for a wide range of preventive, primary, and acute care services. Major service providers include: physicians, public health departments, clinics, hospitals, dentists, pharmacies, durable medical equipment providers, and mental health providers. The division develops tools, measurements and reports necessary to allow division management to administer and control programs and expenditures in the division, and to report those results in an accurate and timely manner to others. The division strives to provide superior customer service in a respectful, fair, and timely manner.

The majority of services in the division are funded through Medicaid. Medicaid is a voluntary state/federal partnership that reimburses for medical services for the aged, blind, disabled, children, and low-income families.

The division administers Healthy Montana Kids (HMK) as a separate health insurance program and contracts with Blue Cross Blue Shield to provide third party administrator services. HMK dental and eyeglasses benefits are reimbursed directly by the department. HMK is a voluntary state/federal partnership that reimburses for medical services for children at or below 250% of poverty.

Big Sky Rx is a state funded program that helps Montanans, who are at or below 200% of poverty and who are eligible for the Medicare Part D prescription drug program, pay for their Medicare premium. Big Sky Rx eligibility is determined by division staff. A related program, PharmAssist, pays for prescription drug counseling by a pharmacist and provides drug information and technical assistance to all Montanans.

| Program Proposed Budget  | Base Budget          | Budget Adjustments   | Total                    | Budget Adjustments   | Total                    | Executive                    |
|--------------------------|----------------------|----------------------|--------------------------|----------------------|--------------------------|------------------------------|
| Budget Item              | Fiscal 2014          | Fiscal 2016          | Exec. Budget Fiscal 2016 | Fiscal 2017          | Exec. Budget Fiscal 2017 | Budget Request 2017 Biennium |
| FTE                      | 54.00                | (2.38)               | 51.62                    | (2.38)               | 51.62                    |                              |
| Personal Services        | 2,941,704            | 841,844              | 3,783,548                | 839,626              | 3,781,330                | 7,564,878                    |
| Operating Expenses       | 9,569,124            | 692,034              | 10,261,158               | 717,392              | 10,286,516               | 20,547,674                   |
| Benefits & Claims        | 640,048,260          | 109,226,757          | 749,275,017              | 163,519,437          | 803,567,697              | 1,552,842,714                |
| <b>Total Costs</b>       | <b>\$652,559,088</b> | <b>\$110,760,635</b> | <b>\$763,319,723</b>     | <b>\$165,076,455</b> | <b>\$817,635,543</b>     | <b>\$1,580,955,266</b>       |
| General Fund             | 136,047,384          | 33,054,368           | 169,125,480              | 48,667,091           | 184,746,330              | 353,871,810                  |
| State/Other Special      | 67,041,676           | 5,256,853            | 72,298,529               | 7,113,623            | 74,155,299               | 146,453,828                  |
| Federal Spec. Rev. Funds | 449,470,028          | 72,449,414           | 521,895,714              | 109,295,741          | 558,733,914              | 1,080,629,628                |
| <b>Total Funds</b>       | <b>\$652,559,088</b> | <b>\$110,760,635</b> | <b>\$763,319,723</b>     | <b>\$165,076,455</b> | <b>\$817,635,543</b>     | <b>\$1,580,955,266</b>       |

# Medicaid and Health Services Branch - 69110

## Health Resources Division - 11

| Program Proposed Budget Adjustments                    | Budget Adjustments<br>Fiscal 2016 |                      | Budget Adjustments<br>Fiscal 2017 |                      |
|--|-----------------------------------|----------------------|-----------------------------------|----------------------|
|  | General Fund                      | Total Funds          | General Fund                      | Total Funds          |
| <b>Statewide Present Law Adjustments</b>               |                                   |                      |                                   |                      |
| SWPL - 1 - Personal Services                           | 295,078                           | 979,435              | 294,187                           | 976,980              |
| SWPL - 2 - Fixed Costs                                 | 6,748                             | 25,922               | 6,836                             | 26,259               |
| SWPL - 3 - Inflation Deflation                         | (50)                              | (162)                | (44)                              | (141)                |
| <i>Total Statewide Present Law Adjustments</i>         | <i>\$301,776</i>                  | <i>\$1,005,195</i>   | <i>\$300,979</i>                  | <i>\$1,003,098</i>   |
| <b>Present Law Adjustments</b>                         |                                   |                      |                                   |                      |
| PL - 110044 - Statewide 4% FTE Reduction - Program 11  | (55,037)                          | (137,591)            | (54,942)                          | (137,354)            |
| PL - 1111001 - Med Ben Other Cload Breast and Cervical | (95,634)                          | (394,856)            | (146,132)                         | (596,701)            |
| PL - 1111002 - Med Ben Other Cload Clawback            | 382,811                           | 382,811              | 621,165                           | 621,165              |
| PL - 1111003 - Med Ben Fed Cload HRD                   | 0                                 | 14,609,209           | 0                                 | 22,971,056           |
| PL - 1111005 - Med Ben Other Cload Medicare Buy In     | 1,334,677                         | 3,848,549            | 2,279,263                         | 6,510,321            |
| PL - 1111006 - Med Ben Core Cload Physical Health      | 22,505,234                        | 65,739,417           | 33,031,975                        | 94,350,114           |
| PL - 1111007 - HMK Caseload (Formerly CHIP)            | 1,687,289                         | 11,226,887           | 2,181,844                         | 16,168,538           |
| PL - 1111008 - HMK CHIP-Funded Caseload                | 0                                 | 7,208,397            | 0                                 | 10,282,257           |
| PL - 1111010 - MED Admin Contractual Adjustments       | 158,137                           | 316,274              | 158,137                           | 316,274              |
| PL - 1111011 - MED Admin Claiming                      | 0                                 | 350,000              | 0                                 | 375,000              |
| PL - 1111012 - Med Ben Other FMAP Breast and Cervical  | 27,522                            | 0                    | 39,498                            | 0                    |
| PL - 1111013 - HMK (Chip) FMAP                         | 0                                 | 0                    | 0                                 | 0                    |
| PL - 1111014 - HMK CHIP-Funded FMAP                    | 0                                 | 0                    | 0                                 | 0                    |
| PL - 1111015 - Med Ben Core FMAP Physical Health       | 4,711,276                         | 0                    | 6,040,491                         | 0                    |
| PL - 1111021 - Med Ben Other FMAP Hosp. Util Fee       | 0                                 | 0                    | 0                                 | 0                    |
| <i>Total Present Law Adjustments</i>                   | <i>\$30,656,275</i>               | <i>\$103,149,097</i> | <i>\$44,151,299</i>               | <i>\$150,860,670</i> |
| <b>New Proposals</b>                                   |                                   |                      |                                   |                      |
| NP - 1111022 - PRI - HMK (CHIP)                        | 35,000                            | 230,237              | 35,000                            | 460,475              |
| NP - 1111023 - PRI HMK (CHIP-Funded)                   | 0                                 | 406,651              | 0                                 | 813,302              |
| NP - 1111024 - PRI Med Ben Medicaid Core               | 2,040,733                         | 5,884,468            | 4,120,305                         | 11,768,936           |
| NP - 1111025 - PRI Med Ben Breast & Cervical Cancer    | 20,584                            | 84,987               | 59,508                            | 169,974              |
| <i>Total New Proposals</i>                             | <i>\$2,096,317</i>                | <i>\$6,606,343</i>   | <i>\$4,214,813</i>                | <i>\$13,212,687</i>  |
| <b>Total Budget Adjustments</b>                        | <b>\$33,054,368</b>               | <b>\$110,760,635</b> | <b>\$48,667,091</b>               | <b>\$165,076,455</b> |

-----**Statewide Present Law Adjustments**-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$295,078                 | \$979,435          |
| FY 2017 | \$294,187                 | \$976,980          |

**SWPL - 1 - Personal Services -**

The budget includes \$979,435 in FY 2016 and \$976,980 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity and adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the Health Resource Division request includes the numerous vacancies during FY 2014 that are now filled, impacts of market adjustments made due to position reclassifications, multiple retirements, recruitment issues, such as extended vacancies due to job reclassifications and posting positions multiple times to get an adequate pool of candidates.

# Medicaid and Health Services Branch - 69110

## Health Resources Division - 11

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$6,748                   | \$25,922           |
| FY 2017 | \$6,836                   | \$26,259           |

**SWPL - 2 - Fixed Costs -**

This request includes \$25,922 in FY 2016 and \$26,259 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$50)                    | (\$162)            |
| FY 2017 | (\$44)                    | (\$141)            |

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$162 in FY 2016 and \$141 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$55,037)                | (\$137,591)        |
| FY 2017 | (\$54,942)                | (\$137,354)        |

**PL - 1100444 - Statewide 4% FTE Reduction - Program 11 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 1100444 includes a reduction of 2.38 FTE each year of the biennium and \$274,945 total funds for the biennium to accomplish the FTE reduction.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$95,634)                | (\$394,856)        |
| FY 2017 | (\$146,132)               | (\$596,701)        |

**PL - 1111001 - Med Ben Other Cload Breast and Cervical -**

This change package includes a reduction of \$241,766 in general fund and \$749,791 in federal funds to reflect the budgetary changes due to a decrease in caseload growth for the Breast and Cervical Cancer (BCC) program. The rate of decrease in this program is estimated at 4.12% per year due to the movement of clients to the Health Insurance Marketplace and the consequent reduction to BCC program. Funding in FY 2016 is 24.22% general fund and 75.78% federal funds. Funding in FY 2017 is 24.66% general fund and 75.34% federal funds.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$382,811                 | \$382,811          |
| FY 2017 | \$621,165                 | \$621,165          |

**PL - 1111002 - Med Ben Other Cload Clawback -**

This present law adjustment requests \$1,003,976 in general fund over the biennium to provide the necessary financing to increase the clawback payment, which is subject to changes in caseload. The Medicare Modernization Act (MMA) requires the federal government to pay prescription drug costs for Medicaid clients, who had previously been covered in part by states. States are required to payback to the federal government a phased-down contribution, known as clawback, of some of the costs that states no longer are expected to finance in benefits. The clawback amount is adjusted each year by CMS based on Montana's medical expenditures. The funding is 100% general fund.

# Medicaid and Health Services Branch - 69110

## Health Resources Division - 11

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$14,609,209       |
| FY 2017 | \$0                       | \$22,971,056       |

**PL - 1111003 - Med Ben Fed Cload HRD -**

This present law adjustment requests federal funds of \$14,609,206 in FY 2016 and \$22,971,056 in FY 2017 to fund caseload growth for Indian Health Services and School Based programs within the Health Resources Division. Funding is 100% federal funds.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$1,334,677               | \$3,848,549        |
| FY 2017 | \$2,279,263               | \$6,510,321        |

**PL - 1111005 - Med Ben Other Cload Medicare Buy In -**

This present law adjustment requests \$10,358,870 total funds over the biennium with \$3,613,940 in general fund cover expected increases in premiums for Medicare Part A and Part B. This program is mandated by federal law (Title XVIII of the Social Security Act).

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$22,505,234              | \$65,739,417       |
| FY 2017 | \$33,031,975              | \$94,350,114       |

**PL - 1111006 - Med Ben Core Cload Physical Health -**

This present law adjustment for caseload growth in the Health Resources Division covers the increase in the number of eligible individuals, utilization, acuity levels, and cost per service for medical care. This change package requests \$160,089,531 in total funds. The biennial funding is \$55,537,209 in general fund, \$293,195 in state special revenue, and \$104,259,127 in federal funds.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$1,687,289               | \$11,226,887       |
| FY 2017 | \$2,181,844               | \$16,168,538       |

**PL - 1111007 - HMK Caseload (Formerly CHIP) -**

This present law adjustment reflects the caseload growth for the Healthy Montana Kids (HMK) program (formerly CHIP). This caseload consists of the number of eligible children, utilization, and patient acuity levels. The change package requests \$27,395,425 in total funds. The biennial funding is \$3,869,133 in general fund, \$2,809,688 in state special revenue, and \$20,716,604 in federal funds.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$7,208,397        |
| FY 2017 | \$0                       | \$10,282,257       |

**PL - 1111008 - HMK CHIP-Funded Caseload -**

This present law adjustment reflects the caseload growth for the Healthy Montana Kids Medicaid CHIP-funded group. This caseload consists of the number of eligible children, utilization, and patient acuity levels. This change package requests \$17,490,654 in total funds. The biennial funding consists of \$4,263,999 in state special revenue and \$13,226,655 in federal funds.

# Medicaid and Health Services Branch - 69110

## Health Resources Division - 11

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$158,137                 | \$316,274          |
| FY 2017 | \$158,137                 | \$316,274          |

**PL - 1111010 - MED Admin Contractual Adjustments -**

This present law adjustment requests \$632,548 total funds for the biennium. This service is funded at a 50%/50% match rate resulting in a general fund biennial request of \$316,274. These funds are used to maintain existing services for the administration of contracts in the Health Resources Division. The request adjusts the base year expenses from the FY 2014 level. The increase is necessary to provide services for both the Medicaid and Healthy Montana Kids programs.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$350,000          |
| FY 2017 | \$0                       | \$375,000          |

**PL - 1111011 - MED Admin Claiming -**

This change package requests \$725,000 over the biennium in federal funds only. This present law adjustment is made to maintain existing services for the administration of contracts in the Health Resources Division. It adjusts the base year expenses from the FY 2014 level. The adjustment is necessary to provide Medicaid Administrative Claiming and Medicaid Administrative Match funding to schools and tribal nations for Medicaid.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$27,522                  | \$0                |
| FY 2017 | \$39,498                  | \$0                |

**PL - 1111012 - Med Ben Other FMAP Breast and Cervical -**

This present law adjustment is necessary to maintain existing services for the Breast and Cervical Cancer programs in the Health Resources Division. This change package requests a general fund amount of \$27,522 in FY 2016 and \$39,498 in FY 2017 with offsetting federal funds reductions for each year. The total cost for the program does not change.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$0                |
| FY 2017 | \$0                       | \$0                |

**PL - 1111013 - HMK (Chip) FMAP -**

This present law adjustment is necessary to maintain existing services for the HMK (formerly CHIP) program in the Health Resources Division. This change package requests a state special revenue amount of \$450,422 in FY 2016 and \$635,830 in FY 2017 with offsetting federal funds reductions for each year. The total cost for the program does not change.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$0                |
| FY 2017 | \$0                       | \$0                |

**PL - 1111014 - HMK CHIP-Funded FMAP -**

This present law adjustment is necessary to maintain existing services for the HMK (Medicaid CHIP-Funded) program in the Health Resources Division. This change package requests a state special revenue amount of \$945,534 in FY 2016 and \$1,014,824 in FY 2017 with offsetting federal funds reductions for each year. The total cost for the program does not change.

# Medicaid and Health Services Branch - 69110

## Health Resources Division - 11

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$4,711,276               | \$0                |
| FY 2017 | \$6,040,491               | \$0                |

**PL - 1111015 - Med Ben Core FMAP Physical Health -**

This present law adjustment is necessary to maintain existing services for the Medicaid Core Physical Health programs in the Health Resources Division. This change package requests a general fund amount of \$4,711,276 in FY 2016 and \$6,040,491 in FY 2017 with offsetting federal funds reductions for each year. The total cost for the program does not change.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$0                |
| FY 2017 | \$0                       | \$0                |

**PL - 1111021 - Med Ben Other FMAP Hosp. Util Fee -**

This request adjusts the base year expenses from the FY 2014 FMAP (federal medical assistance participation) rate. This change package requests state special revenue in the amount of \$663,937 in FY 2016 and \$880,867 in FY 2017 with offsetting federal fund reductions for each year. The total cost of the program does not change.

### -----New Proposals-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$35,000                  | \$230,237          |
| FY 2017 | \$35,000                  | \$460,475          |

**NP - 1111022 - PRI - HMK (CHIP) -**

This new proposal requests a 2% provider rate increase in each year of the biennium for HMK CHIP program in the Health Resources Division. The change package requests \$690,712 in total funds with \$70,000 in general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$406,651          |
| FY 2017 | \$0                       | \$813,302          |

**NP - 1111023 - PRI HMK (CHIP-Funded) -**

This new proposal requests a 2% provider rate increase in each year of the biennium for HMK (CHIP-Funded) group in Health Resources Division. This change package requests \$1,219,952 in total funds with \$299,051 in general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$2,040,733               | \$5,884,468        |
| FY 2017 | \$4,120,305               | \$11,768,936       |

**NP - 1111024 - PRI Med Ben Medicaid Core -**

This new proposal requests a 2% provider rate increase in each year of the biennium Medicaid Core programs in Health Resources Division. This change package requests \$17,653,404 in total funds with \$6,161,038.

# Medicaid and Health Services Branch - 69110

## Health Resources Division - 11

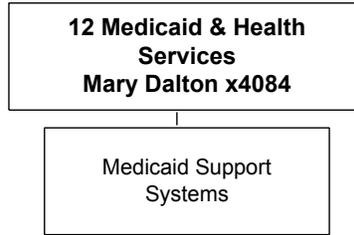
|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$20,584                  | \$84,987           |
| FY 2017 | \$59,508                  | \$169,974          |

### **NP - 1111025 - PRI Med Ben Breast & Cervical Cancer -**

This new proposal requests a 2% provider rate increase in each year of the biennium for the Breast and Cervical Cancer program in Health Resources Division. This change package requests \$254,961 in total funds with \$80,092 in general fund.

## Medicaid and Health Services Branch - 69110

### Medicaid and Health Services Management - 12



**Program Description** - The Medicaid Systems Support Program works in conjunction with the state Medicaid director and division administrators by providing oversight and guidance on management of the Medicaid programs. It also oversees the Medicaid Management Information System (MMIS) contractor that is responsible for the processing and payment of Medicaid claims. The Medicaid and Health Services Branch Manager is attached to this program for budget purposes.

| Program Proposed Budget  | Base Budget         | Budget                     | Total                       | Budget                     | Total                       | Executive                       |
|--------------------------|---------------------|----------------------------|-----------------------------|----------------------------|-----------------------------|---------------------------------|
| Budget Item              | Fiscal 2014         | Adjustments<br>Fiscal 2016 | Exec. Budget<br>Fiscal 2016 | Adjustments<br>Fiscal 2017 | Exec. Budget<br>Fiscal 2017 | Budget Request<br>2017 Biennium |
| FTE                      | 5.00                | 0.00                       | 5.00                        | 0.00                       | 5.00                        |                                 |
| Personal Services        | 273,890             | 244,006                    | 517,896                     | 244,375                    | 518,265                     | 1,036,161                       |
| Operating Expenses       | 7,852,221           | 147,760                    | 7,999,981                   | 606,737                    | 8,458,958                   | 16,458,939                      |
| Grants                   | 9,859,359           | 0                          | 9,859,359                   | 0                          | 9,859,359                   | 19,718,718                      |
| <b>Total Costs</b>       | <b>\$17,985,470</b> | <b>\$391,766</b>           | <b>\$18,377,236</b>         | <b>\$851,112</b>           | <b>\$18,836,582</b>         | <b>\$37,213,818</b>             |
| General Fund             | 1,988,770           | 75,819                     | 2,097,044                   | 317,839                    | 2,339,117                   | 4,436,161                       |
| State/Other Special      | 146,522             | 2,036                      | 150,944                     | 2,039                      | 150,951                     | 301,895                         |
| Federal Spec. Rev. Funds | 15,850,178          | 313,911                    | 16,129,248                  | 531,234                    | 16,346,514                  | 32,475,762                      |
| <b>Total Funds</b>       | <b>\$17,985,470</b> | <b>\$391,766</b>           | <b>\$18,377,236</b>         | <b>\$851,112</b>           | <b>\$18,836,582</b>         | <b>\$37,213,818</b>             |

| Program Proposed Budget Adjustments            |                                   |                  |                                   |                  |
|--|-----------------------------------|------------------|-----------------------------------|------------------|
|  | Budget Adjustments<br>Fiscal 2016 |                  | Budget Adjustments<br>Fiscal 2017 |                  |
|  | General Fund                      | Total Funds      | General Fund                      | Total Funds      |
| <b>Statewide Present Law Adjustments</b>       |                                   |                  |                                   |                  |
| SWPL - 1 - Personal Services                   | 27,426                            | 244,006          | 27,468                            | 244,375          |
| SWPL - 2 - Fixed Costs                         | 145                               | 1,286            | 146                               | 1,305            |
| SWPL - 3 - Inflation Deflation                 | (3)                               | (29)             | (3)                               | (25)             |
| <i>Total Statewide Present Law Adjustments</i> | <i>\$27,568</i>                   | <i>\$245,263</i> | <i>\$27,611</i>                   | <i>\$245,655</i> |
| <b>Present Law Adjustments</b>                 |                                   |                  |                                   |                  |
| PL - 1212002 - Med Admin MMIS Contract         | 48,251                            | 146,503          | 290,228                           | 605,457          |
| <i>Total Present Law Adjustments</i>           | <i>\$48,251</i>                   | <i>\$146,503</i> | <i>\$290,228</i>                  | <i>\$605,457</i> |
| <b>Total Budget Adjustments</b>                | <b>\$75,819</b>                   | <b>\$391,766</b> | <b>\$317,839</b>                  | <b>\$851,112</b> |

#### -----Statewide Present Law Adjustments-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$27,426                  | \$244,006          |
| FY 2017 | \$27,468                  | \$244,375          |

#### SWPL - 1 - Personal Services -

The budget includes \$244,006 in FY 2016 and \$244,375 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity and adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts two vacant positions remaining open for an extended period of time.

## Medicaid and Health Services Branch - 69110

### Medicaid and Health Services Management - 12

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$145                     | \$1,286            |
| FY 2017 | \$146                     | \$1,305            |

**SWPL - 2 - Fixed Costs -**

This request includes \$1,286 in FY 2016 and \$1,305 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$3)                     | (\$29)             |
| FY 2017 | (\$3)                     | (\$25)             |

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$29 in FY 2016 and \$25 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

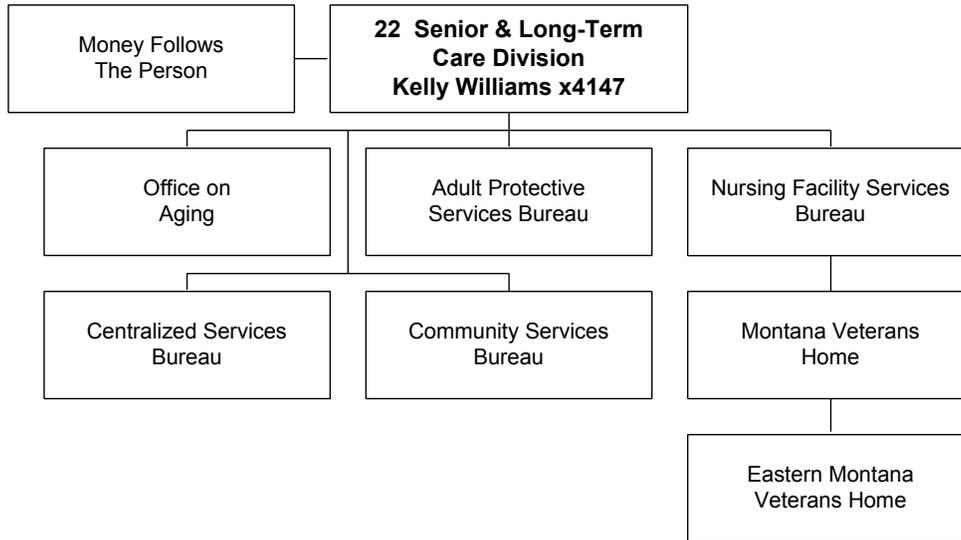
|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$48,251                  | \$146,503          |
| FY 2017 | \$290,228                 | \$605,457          |

**PL - 1212002 - Med Admin MMIS Contract -**

This present law adjustment requests \$751,960 total funds over the biennium in order to maintain existing services for the administration of contracts in the Medicaid and Health Services branch. These services are funded at a blended rate of 35% general fund and 65% federal fund match. The biennial general fund request is \$338,479.

# Medicaid and Health Services Branch - 69110

## Senior & Long Term Care - 22



**Program Description** - The Senior and Long Term Care Division (SLTC) plans, administers, and provides publicly-funded long-term care services for Montana's senior citizens and persons with physical disabilities. In addition, the division provides education and support regarding aging and long-term care issues to Montanans of all ages. The division makes services available through six major programs:

- 1) The Office on Aging provides meals, transportation, public education, information and assistance, long-term care ombudsman and other services;
- 2) Medicaid Community Services Program pays for in-home, assisted living, and other community-based services to Medicaid-eligible individuals as an alternative to nursing home care;
- 3) Medicaid Nursing Facility Program pays for care to Medicaid-eligible individuals in 82 Montana nursing homes;
- 4) Protective services, including the investigation of abuse neglect and exploitation are provided by adult protective services social workers;
- 5) Skilled nursing facility care is provided to veterans at the 105-bed Montana Veterans Home (MVH) in Columbia Falls and the 80-bed Eastern Montana Veterans Home in Glendive; and
- 6) the State Supplemental Payments Program pays for a portion of the room and board costs for SSI eligible individuals residing in designated residential care facilities.

Statutory References: Aging Services, 52-3-201 et seq., MCA, (Protection Services Act for Aged Persons or Disabled Adults), 52-3-501 et seq., MCA, (Montana Older Americans Act), 52-3-801 et seq., MCA, (Montana Elder and Developmentally Disabled Abuse Prevention Act); P.L.89-75 (Federal Older Americans Act), P.L. 93-66 Section 212, P.L. 93-233 (authorizes states to supplement the Supplemental Security Income Amendments to the (SSI) Payments Program Social Security Act); Veteran's Homes, 10-2-401 , MCA (authorizes and establishes Montana Veteran's Homes) ; 53-1- 6 02 , MCA (Eastern Montana Veteran's Home) ; Medicaid, Title 53, Chapter 6, MCA; Title 19, Social Security Act 42 USC 1396 et. seq. (establishes and authorizes Medicaid Program).

# Medicaid and Health Services Branch - 69110

## Senior & Long Term Care - 22

| Program Proposed Budget       | Base                 | Budget              | Total                | Budget              | Total                | Executive            |
|-------------------------------|----------------------|---------------------|----------------------|---------------------|----------------------|----------------------|
| Budget Item                   | Budget               | Adjustments         | Exec. Budget         | Adjustments         | Exec. Budget         | Budget Request       |
|                               | Fiscal 2014          | Fiscal 2016         | Fiscal 2016          | Fiscal 2017         | Fiscal 2017          | 2017 Biennium        |
| FTE                           | 221.05               | (3.50)              | 217.55               | (3.50)              | 217.55               |                      |
| Personal Services             | 11,707,257           | 1,375,880           | 13,083,137           | 1,359,779           | 13,067,036           | 26,150,173           |
| Operating Expenses            | 7,156,221            | 2,602,675           | 9,758,896            | 3,026,366           | 10,182,587           | 19,941,483           |
| Equipment & Intangible Assets | 68,049               | 0                   | 68,049               | 0                   | 68,049               | 136,098              |
| Grants                        | 11,644,859           | 7,806,555           | 19,451,414           | 7,806,555           | 19,451,414           | 38,902,828           |
| Benefits & Claims             | 249,362,661          | 36,300,267          | 285,662,928          | 50,849,036          | 300,211,697          | 585,874,625          |
| Transfers                     | 163                  | 0                   | 163                  | 0                   | 163                  | 326                  |
| Debt Service                  | 66,657               | 0                   | 66,657               | 0                   | 66,657               | 133,314              |
| <b>Total Costs</b>            | <b>\$280,005,867</b> | <b>\$48,085,377</b> | <b>\$328,091,244</b> | <b>\$63,041,736</b> | <b>\$343,047,603</b> | <b>\$671,138,847</b> |
| General Fund                  | 64,118,404           | 12,987,600          | 77,222,966           | 18,373,824          | 82,609,921           | 159,832,887          |
| State/Other Special           | 33,772,598           | 1,560,277           | 35,117,468           | 2,378,805           | 35,949,247           | 71,066,715           |
| Federal Spec. Rev. Funds      | 182,114,865          | 33,537,500          | 215,750,810          | 42,289,107          | 224,488,435          | 440,239,245          |
| <b>Total Funds</b>            | <b>\$280,005,867</b> | <b>\$48,085,377</b> | <b>\$328,091,244</b> | <b>\$63,041,736</b> | <b>\$343,047,603</b> | <b>\$671,138,847</b> |

# Medicaid and Health Services Branch - 69110

## Senior & Long Term Care - 22

| Program Proposed Budget Adjustments                       | Budget Adjustments<br>Fiscal 2016 |                     | Budget Adjustments<br>Fiscal 2017 |                     |
|---|-----------------------------------|---------------------|-----------------------------------|---------------------|
|   | General Fund                      | Total Funds         | General Fund                      | Total Funds         |
| <b>Statewide Present Law Adjustments</b>                  |                                   |                     |                                   |                     |
| SWPL - 1 - Personal Services                              | 301,329                           | 1,166,539           | 300,245                           | 1,137,288           |
| SWPL - 2 - Fixed Costs                                    | 0                                 | 55,097              | 0                                 | 53,349              |
| SWPL - 3 - Inflation Deflation                            | (6,696)                           | 1,514               | (5,864)                           | 7,994               |
| <i>Total Statewide Present Law Adjustments</i>            | <i>\$294,633</i>                  | <i>\$1,223,150</i>  | <i>\$294,381</i>                  | <i>\$1,198,631</i>  |
| <b>Present Law Adjustments</b>                            |                                   |                     |                                   |                     |
| PL - 2200444 - Statewide 4% FTE Reduction - Program 22    | (93,629)                          | (212,702)           | (93,838)                          | (213,098)           |
| PL - 2222101 - Med Ben Core Cload NH                      | 1,266,766                         | (6,843)             | 1,134,568                         | (384,378)           |
| PL - 2222102 - Med Ben Core FMAP NH                       | 1,377,788                         | 0                   | 1,863,318                         | 0                   |
| PL - 2222103 - Med Ben Core Cload Home Based              | (3,326,151)                       | (9,590,978)         | (3,195,066)                       | (9,126,152)         |
| PL - 2222104 - Med Ben Core FMAP Home Based               | 148,869                           | 0                   | 208,336                           | 0                   |
| PL - 2222105 - Med Ben Waiver Cload SLTC HCBW             | 990,330                           | 2,855,623           | 999,753                           | 2,855,622           |
| PL - 2222106 - Med Ben Waiver FMAP SLTCD HCBS             | 359,377                           | 0                   | 486,124                           | 0                   |
| PL - 2222107 - Med Ben Other-HCHCW Annualization          | 122,995                           | 424,416             | 124,396                           | 424,416             |
| PL - 2222108 - Med Ben Other Cload NH IGT                 | 0                                 | 4,755,632           | 0                                 | 5,902,975           |
| PL - 2222109 - Med Ben Other FMAP NH IGT                  | 0                                 | 0                   | 0                                 | 0                   |
| PL - 2222110 - Med Ben Core Caseload CFC                  | 7,037,074                         | 24,536,520          | 7,766,697                         | 26,772,482          |
| PL - 2222111 - Med Ben Core FMAP CFC                      | 292,751                           | 0                   | 388,403                           | 0                   |
| PL - 2222112 - Med Ben MFP SLTC                           | 502,712                           | 2,926,508           | 628,514                           | 3,617,529           |
| PL - 2222113 - State Supplemental Payments                | 147,068                           | 147,068             | 154,836                           | 154,836             |
| PL - 2222114 - Required Overtime Holiday Differential MVH | 0                                 | 422,043             | 0                                 | 435,589             |
| PL - 2222115 - Facility Inflation MVH                     | 0                                 | 222,523             | 0                                 | 529,321             |
| PL - 2222116 - MVH Fed Auth Per Diem                      | 0                                 | 779,998             | 0                                 | 779,998             |
| PL - 2222117 - EMVH Fed Auth Per Diem                     | 0                                 | 449,999             | 0                                 | 449,999             |
| PL - 2222118 - Aging Grant Funding                        | 0                                 | 8,532,936           | 0                                 | 8,532,936           |
| PL - 2222119 - PRI Annualization Aging Services           | 214,085                           | 214,085             | 214,085                           | 214,085             |
| PL - 2222121 - Contractual Adjustments                    | 40,267                            | 147,210             | 67,888                            | 257,243             |
| PL - 2222122 - MFP Waiver Annualizations                  | 29,148                            | 84,000              | 162,994                           | 462,000             |
| <i>Total Present Law Adjustments</i>                      | <i>\$9,109,450</i>                | <i>\$36,688,038</i> | <i>\$10,911,008</i>               | <i>\$41,665,403</i> |
| <b>New Proposals</b>                                      |                                   |                     |                                   |                     |
| NP - 2222204 - Med Ben HCHCW Increase                     | 111,852                           | 390,000             | 113,139                           | 390,000             |
| NP - 2222205 - Direct Care Worker Wage Increase           | 1,527,223                         | 4,401,216           | 3,093,190                         | 8,914,094           |
| NP - 2222206 - PRI Med Ben Core Nursing Homes             | 1,045,177                         | 3,013,774           | 2,131,347                         | 6,087,824           |
| NP - 2222207 - PRI Med Ben Core Home Based Services       | 37,866                            | 109,188             | 77,218                            | 220,560             |
| NP - 2222208 - PRI Med Ben Community Based Waiver         | 272,964                           | 787,093             | 556,634                           | 1,589,928           |
| NP - 2222209 - PRI Aging Services                         | 232,757                           | 232,757             | 470,170                           | 470,170             |
| NP - 2222210 - PRI Med Ben Community First Choice         | 342,119                           | 1,192,884           | 699,032                           | 2,409,626           |
| NP - 2222211 - PRI Med Ben Money Follows the Person       | 13,559                            | 47,277              | 27,705                            | 95,500              |
| <i>Total New Proposals</i>                                | <i>\$3,583,517</i>                | <i>\$10,174,189</i> | <i>\$7,168,435</i>                | <i>\$20,177,702</i> |
| <b>Total Budget Adjustments</b>                           | <b>\$12,987,600</b>               | <b>\$48,085,377</b> | <b>\$18,373,824</b>               | <b>\$63,041,736</b> |

-----**Statewide Present Law Adjustments**-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$301,329                 | \$1,166,539        |
| FY 2017 | \$300,245                 | \$1,137,288        |

**SWPL - 1 - Personal Services -**

The budget includes \$1,166,539 in FY 2016 and \$1,137,288 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity and adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

# Medicaid and Health Services Branch - 69110

## Senior & Long Term Care - 22

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$55,097           |
| FY 2017 | \$0                       | \$53,349           |

**SWPL - 2 - Fixed Costs -**

This request includes \$55,097 in FY 2016 and \$53,349 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$6,696)                 | \$1,514            |
| FY 2017 | (\$5,864)                 | \$7,994            |

**SWPL - 3 - Inflation Deflation -**

This change package includes \$1,514 in FY 2016 and \$7,994 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$93,629)                | (\$212,702)        |
| FY 2017 | (\$93,838)                | (\$213,098)        |

**PL - 2200444 - Statewide 4% FTE Reduction - Program 22 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 2200444 includes a reduction of 3.50 FTE each year of the biennium and \$425,800 total funds for the biennium to accomplish the FTE reduction.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$1,266,766               | (\$6,843)          |
| FY 2017 | \$1,134,568               | (\$384,378)        |

**PL - 2222101 - Med Ben Core Cload NH -**

This present law adjustment is necessary to fund caseload growth in the Nursing Facility program in the Senior and Long Term Care Division. The historical growth has trended slightly downward or flat for this program during the past biennium. Expected growth from FY 2015 to FY 2016 is -.14% and expected growth from FY 2016 to FY 2017 is -.26%. In FY 2016, general fund increases 4.02%, state special revenue decreases 7.48% and federal funds decrease .005%. This change package requests a reduction of \$6,843 in FY 2016 and \$384,378 in FY 2017 total funds.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$1,377,788               | \$0                |
| FY 2017 | \$1,863,318               | \$0                |

**PL - 2222102 - Med Ben Core FMAP NH -**

This present law adjustment is necessary to maintain existing services for the Nursing Home program in the Senior and Long Term Care Division. This change package requests a general fund amount of \$1,377,788 in FY 2016 and \$1,863,318 in FY 2017 with offsetting federal funds reductions for each year. The total cost for the program does not change.

## Medicaid and Health Services Branch - 69110

### Senior & Long Term Care - 22

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$3,326,151)             | (\$9,590,978)      |
| FY 2017 | (\$3,195,066)             | (\$9,126,152)      |

**PL - 2222103 - Med Ben Core Cload Home Based -**

This present law adjustment is necessary to fund the caseload growth for the Home Based Services programs in the Senior and Long Term Care Division. Home Based Services include personal assistance, home health, and hospice programs. The rate of growth expected for these programs is estimated at 4.23% per year in Home Health; 9.79% for Hospice, and an average of 9% for personal assistance programs. The caseload decline from 2014 to 2015 is representative of personal assistance services that have shifted to the Community First Choice program in the division. This request is for a reduction in total funds for the biennium of \$18,717,130 with a reduction in general fund of \$6,521,217.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$148,869                 | \$0                |
| FY 2017 | \$208,336                 | \$0                |

**PL - 2222104 - Med Ben Core FMAP Home Based -**

This present law adjustment is necessary to maintain existing services for the Home Based Services programs in the Senior and Long Term Care Division. This change package requests a general fund amount of \$148,869 in FY 2016 and \$208,336 in FY 2017 with offsetting federal funds reductions for each year. The total cost for the program does not change.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$990,330                 | \$2,855,623        |
| FY 2017 | \$999,753                 | \$2,855,622        |

**PL - 2222105 - Med Ben Waiver Cload SLTC HCBW -**

This present law adjustment is necessary to fund the caseload growth for the Medicaid HCBS Waiver program in the Senior and Long Term Care Division. This change package annualizes the cost of nursing facility transitions and diversions from institutional placements into community settings. Approximately 71 individuals transitioned or were diverted at different times during FY 2014 from nursing facilities to home and community based waiver placements, resulting in less than a full year of expenditures included in the FY 2014 base year. This request seeks \$5,711,245 in total funds over the biennium with \$1,990,083 in general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$359,377                 | \$0                |
| FY 2017 | \$486,124                 | \$0                |

**PL - 2222106 - Med Ben Waiver FMAP SLTCD HCBS -**

This present law adjustment is necessary to maintain existing services for the Home and Community Based Services Waiver program in the Senior and Long Term Care Division. This change package requests a general fund amount of \$359,377 in FY 2016 and \$486,124 in FY 2017 with offsetting federal funds reductions for each year. The total cost for the program does not change.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$122,995                 | \$424,416          |
| FY 2017 | \$124,396                 | \$424,416          |

**PL - 2222107 - Med Ben Other-HCHCW Annualization -**

This present law adjustment annualizes the Medicaid-funded Health Care for Health Care Workers (HCHCW) program in the Senior and Long Term Care Division. This program is targeted to in-home health care agencies, who provide qualifying health insurance coverage to workers. This change package requests \$848,832 in total funds for the biennium including \$247,391 in general fund.

## Medicaid and Health Services Branch - 69110

### Senior & Long Term Care - 22

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$4,755,632        |
| FY 2017 | \$0                       | \$5,902,975        |

**PL - 2222108 - Med Ben Other Cload NH IGT -**

This request is to fund the anticipated increase in IGT (intergovernmental transfer) payments in the nursing home program. The difference in the Medicaid rate and the Medicare upper payment limit (UPL) will allow a higher level of reimbursement compared to base year expenditures. The state match is provided by county governments. These one time payments to nursing homes are based on the number of Medicaid services provided and a portion of the funding supports the base budget in the nursing facility program and the community services program. This change package requests \$10,658,607 in total funds with \$4,050,706 in state special revenue over the biennium.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$0                |
| FY 2017 | \$0                       | \$0                |

**PL - 2222109 - Med Ben Other FMAP NH IGT -**

This present law adjustment is necessary to maintain existing services for the Nursing Home IGT program in the Senior and Long Term Care Division. This change package requests a state special revenue amount of \$143,902 in FY 2016 and \$190,920 in FY 2017 with offsetting federal funds reductions for each year. The total cost for the program does not change.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$7,037,074               | \$24,536,520       |
| FY 2017 | \$7,766,697               | \$26,772,482       |

**PL - 2222110 - Med Ben Core Caseload CFC -**

This present law adjustment is necessary to fund the caseload growth for the Community First Choice program in the Senior and Long Term Care Division. The rate of growth expected for this program is estimated at 4% between FY 2015 and FY 2016 with an additional 4% from FY 2016 to FY 2017. Funding for this program is at a 6% enhanced FMAP rate over traditional FMAP. This change package requests \$51,309,002 in total funds with \$14,803,771 in general fund over the biennium.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$292,751                 | \$0                |
| FY 2017 | \$388,403                 | \$0                |

**PL - 2222111 - Med Ben Core FMAP CFC -**

This present law adjustment is necessary to maintain existing services for the Community First Choice program in the Senior and Long Term Care Division. This change package requests a general fund amount of \$292,751 in FY 2016 and \$388,403 in FY 2017 with offsetting federal funds reductions for each year. The total cost for the program does not change.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$502,712                 | \$2,926,508        |
| FY 2017 | \$628,514                 | \$3,617,529        |

**PL - 2222112 - Med Ben MFP SLTC -**

This present law adjustment is necessary to fund the caseload growth for the Money Follows the Person program in the Senior and Long Term Care Division. This grant provides individuals the opportunity to transition from institutional settings into community options at an enhanced FMAP rate for a period of time. This change package requests \$6,544,037 in total funds with \$1,131,226 in general fund for the biennium.

# Medicaid and Health Services Branch - 69110

## Senior & Long Term Care - 22

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$147,068                 | \$147,068          |
| FY 2017 | \$154,836                 | \$154,836          |

### PL - 2222113 - State Supplemental Payments -

This present law adjustment is necessary to fund the caseload growth for the State Supplemental Payment program in the Senior and Long Term Care Division. The rate of growth for this program is estimated at 30 additional people in FY 2016 and an additional 5 people in FY 2017, who are expected to move from institutional disability services into the community during 2017 biennium. State supplemental payments provide an extra monetary benefit to the Social Security payment made to SSI-eligible individuals, who reside in designated residential care facilities. The monthly benefit is \$94. Additionally, DPHHS pays to the Social Security Administration an administrative fee to process these payments. The fee per payment is estimated to increase to \$11.54 in FY 2016 and \$11.66 in FY 2017. This change package requests \$147,068 in general fund for FY 2016 and \$154,836 in general fund in FY 2017.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$422,043          |
| FY 2017 | \$0                       | \$435,589          |

### PL - 2222114 - Required Overtime Holiday Differential MVH -

This present law adjustment requests \$857,632 in state special revenue funds from cigarette taxes to fund overtime, holidays worked, differential pay, and the corresponding benefits for the Montana Veterans Home. These base year expenses are removed from the base budget when the program's positions are funded; however, these costs are ongoing expenses and are necessary to maintain current level activities.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$222,523          |
| FY 2017 | \$0                       | \$529,321          |

### PL - 2222115 - Facility Inflation MVH -

This present law adjustment requests \$751,844 in state special revenue funds from cigarette taxes to maintain existing services for the Montana Veterans Home in the Senior and Long Term Care Division. This requests adjusts the base year expenses for inflationary increases in the areas of operations, medical and pharmacy costs from the FY 2014 level.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$779,998          |
| FY 2017 | \$0                       | \$779,998          |

### PL - 2222116 - MVH Fed Auth Per Diem -

This present law adjustment is requested to increase federal authority for per diem rates that will be reimbursed for the domiciliary and the nursing facility days of care at the Montana Veterans Home in the Senior and Long Term Care Division. Veterans Administration (VA) per diem rates change on October 1 of each year, and this adjustment assumes the 70%-Disabled, service connected veterans per diem payments will increase approximately 2%, and the traditional veterans per diem payments will increase approximately 5% each year of the biennium. This change package requests \$779,998 in federal funds in each year of the biennium.

## Medicaid and Health Services Branch - 69110

### Senior & Long Term Care - 22

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$449,999          |
| FY 2017 | \$0                       | \$449,999          |

#### PL - 2222117 - EMVH Fed Auth Per Diem -

This present law adjustment requests \$449,999 in federal authority for each year of the biennium for the Veterans Administration (VA) per diem rates that will be reimbursed for nursing facility days of care at the Eastern Montana Veterans Home (EMVH) in the Senior and Long Term Care Division. The VA per diem rate increases effective October 1 of each year. This adjustment assumes the 70%-disabled, service connected veterans per diem payments will increase approximately 2%, and the traditional veterans per diem payments will increase approximately 5% each year of the biennium. The federal VA payments are passed through to the contractor, who operates the EMVH facility. This pass through is funded 100% with federal funds.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$8,532,936        |
| FY 2017 | \$0                       | \$8,532,936        |

#### PL - 2222118 - Aging Grant Funding -

This present law adjustments requests \$8,532,936 federal funds for each year of the biennium to maintain existing services for the Aging Services program in the Senior and Long Term Care Division. This increased appropriation authority anticipates federal grant increases for aging services. These grants are awarded as renewal contracts to the Area Agencies on Aging and are funded with 100% federal funds.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$214,085                 | \$214,085          |
| FY 2017 | \$214,085                 | \$214,085          |

#### PL - 2222119 - PRI Annualization Aging Services -

This present law proposal requests \$214,085 in general fund each year of the biennium to annualize the 2% provider rate increase received in the 2015 biennium for Aging Services. The Aging Services network provides services to over 58,000 individuals annually. Through contracts with the State Office on Aging, ten Area Agencies on Aging deliver services, which include home delivered meals (694,000), congregate meals (1,194,000), information and assistance, support for senior centers, long term care ombudsman; in home health services, SHIP program and elderly legal assistance.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$40,267                  | \$147,210          |
| FY 2017 | \$67,888                  | \$257,243          |

#### PL - 2222121 - Contractual Adjustments -

This present law adjustment requests \$404,453 total funds over the biennium including \$40,267 in general fund in FY 2016 and \$67,888 in general fund in FY 2017. This request annualizes the utilization review contract activity in the Senior and Long Division and reflects the anticipated increases to recognize CPI growth; estimated 4% caseload growth due to Community First Choice requirements; increase in level of care screens and additional staff time for contractor to perform utilization review, prior authorization and level of care activities through FY 2017. The bulk of this activity is funded at a 75% federal/25% general fund match. There is also a portion of the Nursing Home contract with Myers and Stauffer that was not accrued in FY 2014 and is funded at a 50%/50% match rate.

# Medicaid and Health Services Branch - 69110

## Senior & Long Term Care - 22

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$29,148                  | \$84,000           |
| FY 2017 | \$162,994                 | \$462,000          |

**PL - 2222122 - MFP Waiver Annualizations -**

This present law adjustment request \$546,000 total funds over the biennium including general fund of \$29,148 in FY 2016 and \$162,994 in FY 2017 in order to annualize the cost of Money Follows the Person (MFP) transitions into the elderly and physically disabled Home and Community Based Services (HCBS) waiver in the Senior and Long Term Care Division. Under MFP, individuals transition into qualified community placements from institutional settings with 365 days of enhanced MFP Medicaid match rate. After 365 days, these individuals continue their community placements in their respective waiver programs, but are funded at the regular Medicaid match rate. This request continues the funding for those placements in the 2017 Biennium.

-----**New Proposals**-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$111,852                 | \$390,000          |
| FY 2017 | \$113,139                 | \$390,000          |

**NP - 2222204 - Med Ben HCHCW Increase -**

This new proposal requests \$780,000 in total funds for the biennium to fund growth for the Health Care for Health Care Workers (HCHCW) program in Senior and Long Term Care. This proposal funds an increase in the number of workers who are expected to utilize this insurance program. It is anticipated that 50 new individuals will access this program in FY 2016 and that number will be maintained in FY 2017. The biennial funding is \$224,991 in general fund and \$555,009 in federal funds.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$1,527,223               | \$4,401,216        |
| FY 2017 | \$3,093,190               | \$8,914,094        |

**NP - 2222205 - Direct Care Worker Wage Increase -**

This change package requests funding for provider rates for Medicaid services to allow for wage increases or lump sum payments to workers, who provide direct care and ancillary services in the nursing facility, personal assistance, Community First Choice, and elderly and physically disabled (HCBS) waiver programs in the Senior and Long Term Care Division. Funds in the Direct Care Worker Wage Increase may be used to 1) raise direct care worker and ancillary worker wages and related benefits and/or 2) to provide lump-sum payments (i.e., Bonuses, Stipend, etc.) to workers, who provide direct care and ancillary services. Funding appropriated will provide for up to a \$0.50 hourly increase in combined wages and benefits in FY 2016 and up to \$1.00 hourly increase in FY 2017 for each of the named programs. Approximately 70% of this funding will go towards wage increases and 30% will fund employee benefits, such as; FICA, SUTA, Medicare, etc. The request for the biennium is \$13,315,310 total funds with \$4,620,413 in general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$1,045,177               | \$3,013,774        |
| FY 2017 | \$2,131,347               | \$6,087,824        |

**NP - 2222206 - PRI Med Ben Core Nursing Homes -**

This new proposal requests a 2% provider rate increase in each year of the biennium for Medicaid Benefits Core Services Nursing Homes in the Senior and Long Term Division. The change package seeks \$9,101,598 in total funds with \$3,176,524 in general fund.

## Medicaid and Health Services Branch - 69110

### Senior & Long Term Care - 22

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$37,866                  | \$109,188          |
| FY 2017 | \$77,218                  | \$220,560          |

#### NP - 2222207 - PRI Med Ben Core Home Based Services -

This new proposal requests a 2% provider rate increase in each year of the biennium for Medicaid Benefits Core Services for Home Based Services in Senior and Long Term Care. This change package requests \$329,748 in total funds with \$115,084 in general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$272,964                 | \$787,093          |
| FY 2017 | \$556,634                 | \$1,589,928        |

#### NP - 2222208 - PRI Med Ben Community Based Waiver -

This new proposal requests a 2% provider rate increase in each year of the biennium for Medicaid Benefits Waiver Services in the Senior and Long Term Care Division. This change package requests \$2,377,021 in total funds with \$829,598 in general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$232,757                 | \$232,757          |
| FY 2017 | \$470,170                 | \$470,170          |

#### NP - 2222209 - PRI Aging Services -

This new proposal requests a 2% provider rate increase in each year of the biennium for Aging Services in the Senior and Long Term Care Division. This change package requests biennial funding of \$702,927 in general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$342,119                 | \$1,192,884        |
| FY 2017 | \$699,032                 | \$2,409,626        |

#### NP - 2222210 - PRI Med Ben Community First Choice -

This new proposal requests a 2% provider rate increase in each year of the biennium for Medicaid Benefits Community First Choice program in the Senior and Long Term Care Division. This change package requests \$3,602,510 in total funds with \$1,041,152 in general fund.

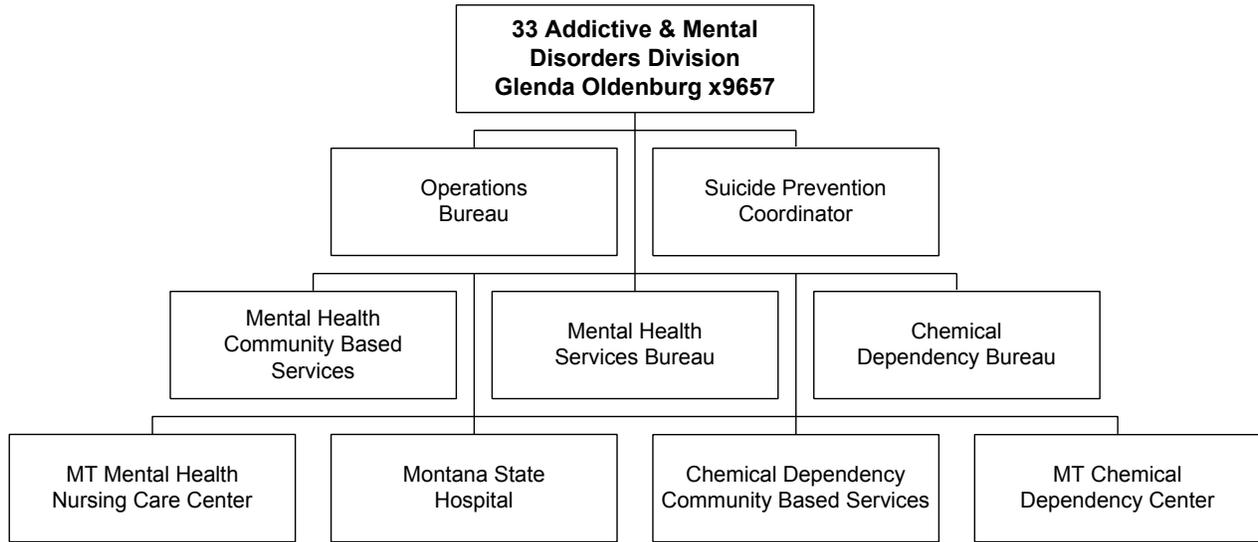
|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$13,559                  | \$47,277           |
| FY 2017 | \$27,705                  | \$95,500           |

#### NP - 2222211 - PRI Med Ben Money Follows the Person -

This new proposal requests a 2% provider rate increase in each year of the biennium for Medicaid Benefits Money Follows the Person in the Senior and Long Term Care Division. This change package seeks \$142,778 in total funds with \$41,264 in general fund.

# Medicaid and Health Services Branch - 69110

## Addictive & Mental Disorders - 33



**Program Description** - The Addictive and Mental Disorders Division provides chemical dependency and mental health services through contracts with behavioral health providers across the state. People with substance abuse disorders who have family incomes below 200% of the federal poverty level are eligible for public funding of treatment services. In addition, the Medicaid program funds outpatient and residential chemical dependency treatment services for adolescents and outpatient services for adults who are Medicaid eligible. The mental health program provides services to adults who are eligible for Medicaid as well as non-Medicaid adults up to 150% of FPL. The division also manages three inpatient facilities: the Montana State Hospital in Warm Springs, Montana Chemical Dependency Center in Butte, and Montana Mental Health Nursing Care Center in Lewistown.

| Program Proposed Budget       |                         |                                |                                |                                |                                |  |
|-------------------------------|-------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--|
| Budget Item                   | Base Budget Fiscal 2014 | Budget Adjustments Fiscal 2016 | Total Exec. Budget Fiscal 2016 | Budget Adjustments Fiscal 2017 | Total Exec. Budget Fiscal 2017 | Executive Budget Request 2017 Biennium |
| FTE                           | 614.86                  | 8.00                           | 622.86                         | 80.70                          | 695.56                         |  |
| Personal Services             | 38,092,489              | 5,036,932                      | 43,129,421                     | 9,110,579                      | 47,203,068                     | 90,332,489                             |
| Operating Expenses            | 13,538,426              | 2,103,540                      | 15,641,966                     | 3,838,259                      | 17,376,685                     | 33,018,651                             |
| Equipment & Intangible Assets | 107,061                 | 0                              | 107,061                        | 0                              | 107,061                        | 214,122                                |
| Grants                        | 3,696,524               | 1,825,000                      | 5,521,524                      | 1,825,000                      | 5,521,524                      | 11,043,048                             |
| Benefits & Claims             | 75,392,087              | 19,028,469                     | 94,420,556                     | 23,839,570                     | 99,231,657                     | 193,652,213                            |
| Transfers                     | 24,300                  | (6,500)                        | 17,800                         | (6,500)                        | 17,800                         | 35,600                                 |
| Debt Service                  | 113,994                 | 3,099                          | 117,093                        | 8,568                          | 122,562                        | 239,655                                |
| <b>Total Costs</b>            | <b>\$130,964,881</b>    | <b>\$27,990,540</b>            | <b>\$158,955,421</b>           | <b>\$38,615,476</b>            | <b>\$169,580,357</b>           | <b>\$328,535,778</b>                   |
| General Fund                  | 66,023,522              | 12,083,951                     | 79,073,831                     | 19,737,872                     | 86,727,732                     | 165,801,563                            |
| State/Other Special           | 14,125,830              | 1,629,339                      | 15,747,203                     | 2,032,888                      | 16,150,769                     | 31,897,972                             |
| Federal Spec. Rev. Funds      | 50,815,529              | 14,277,250                     | 64,134,387                     | 16,844,716                     | 66,701,856                     | 130,836,243                            |
| <b>Total Funds</b>            | <b>\$130,964,881</b>    | <b>\$27,990,540</b>            | <b>\$158,955,421</b>           | <b>\$38,615,476</b>            | <b>\$169,580,357</b>           | <b>\$328,535,778</b>                   |

# Medicaid and Health Services Branch - 69110

## Addictive & Mental Disorders - 33

| Program Proposed Budget Adjustments                              | Budget Adjustments<br>Fiscal 2016        |                     | Budget Adjustments<br>Fiscal 2017 |                     |
|--|--|---------------------|-----------------------------------|---------------------|
|  | General Fund                             | Total Funds         | General Fund                      | Total Funds         |
|  | <b>Statewide Present Law Adjustments</b> |                     |                                   |                     |
| SWPL - 1 - Personal Services                                     | 992,213                                  | 2,023,458           | 874,052                           | 1,888,369           |
| SWPL - 2 - Fixed Costs   | 21,617                                   | 23,790              | 15,793                            | 17,496              |
| SWPL - 3 - Inflation Deflation                                   | 38,574                                   | 36,833              | 59,745                            | 58,599              |
| <i>Total Statewide Present Law Adjustments</i>                   | <i>\$1,052,404</i>                       | <i>\$2,084,081</i>  | <i>\$949,590</i>                  | <i>\$1,964,464</i>  |
| <b>Present Law Adjustments</b>                                   |  |                     |                                   |                     |
| PL - 3300444 - Statewide 4% FTE Reduction - Program 33           | (50,470)                                 | (109,717)           | (50,478)                          | (109,735)           |
| PL - 3333101 - Med Ben Waiver FMAP HIFA MHSP                     | 0  | 0                   | 0                                 | 0                   |
| PL - 3333102 - Med Ben Core FMAP Adult MH                        | 334,052                                  | 0                   | 443,198                           | 0                   |
| PL - 3333103 - Med Ben Core FMAP CD                              | 0  | 0                   | 0                                 | 0                   |
| PL - 3333104 - Med Ben Waiver FMAP HCBS                          | 0  | 0                   | 0                                 | 0                   |
| PL - 3333105 - Med Ben Core Cload Adult MH                       | 1,893,704                                | 5,460,507           | 2,845,902                         | 8,128,825           |
| PL - 3333106 - Med Ben Core Cload Chem Dep                       | 0  | 265,055             | 0                                 | 381,707             |
| PL - 3333108 - Med Ben Waiver Cload HCBS                         | 0  | 473,347             | 0                                 | 473,347             |
| PL - 3333303 - Med Ben Waiver HIFA MHSP                          | 0  | 10,315,060          | 0                                 | 10,315,060          |
| PL - 3333304 - MMHNCC Overtime/Holiday/Differential              | 699,081                                  | 699,081             | 709,041                           | 709,041             |
| PL - 3333305 - MCDC Overtime/Holiday/Differential                | 0  | 258,527             | 0                                 | 261,929             |
| PL - 3333306 - MSH Overtime/Holiday/Differential                 | 1,650,000                                | 1,650,000           | 1,650,000                         | 1,650,000           |
| PL - 3333307 - Facility Inflation MMHNCC                         | 281,884                                  | 281,884             | 454,390                           | 454,390             |
| PL - 3333308 - Facility Inflation MCDC                           | 0  | 220,696             | 0                                 | 356,905             |
| PL - 3333309 - Facility Inflation MSH                            | 1,001,457                                | 1,001,457           | 1,697,193                         | 1,697,193           |
| PL - 3333310 - McCollom Group Home MSH                           | 160,555                                  | 160,555             | 160,555                           | 160,555             |
| PL - 3333311 - AMDD Suicide Mortality Review Team - OTO          | 67,000                                   | 67,000              | 0                                 | 0                   |
| PL - 3333318 - Private Lease Adjustment MCDC                     | 0  | 64,709              | 0                                 | 64,709              |
| <i>Total Present Law Adjustments</i>                             | <i>\$6,037,263</i>                       | <i>\$20,808,161</i> | <i>\$7,909,801</i>                | <i>\$24,543,926</i> |
| <b>New Proposals</b>   |  |                     |                                   |                     |
| NP - 3333319 - Expanded Community Mental Health Services (RST)   | 3,548,673                                | 2,498,769           | 3,798,673                         | 2,748,769           |
| NP - 3333320 - Med Ben MFP AMDD Community Placements             | 0  | 175,257             | 0                                 | 292,095             |
| NP - 3333501 - McCollom Group Home Staffing MSH                  | 515,583                                  | 515,583             | 512,356                           | 512,356             |
| NP - 3333502 - Occupational Therapist MSH                        | 63,215                                   | 63,215              | 63,215                            | 63,215              |
| NP - 3333504 - B Wing Dementia Unit MMHNCC (RST)                 | 0  | 0                   | 2,005,057                         | 2,005,057           |
| NP - 3333505 - Forensic Unit D Wing Montana State Hospital (RST) | 0  | 0                   | 2,980,827                         | 2,980,827           |
| NP - 3333506 - Suicide Prevention Grants (OTO/RST/Biennial)      | 250,000                                  | 250,000             | 250,000                           | 250,000             |
| NP - 3333901 - PRI CD SAPT Block Grant                           | 0  | 121,266             | 0                                 | 247,383             |
| NP - 3333902 - PRI Med Ben Waiver Services                       | 107,315                                  | 310,339             | 221,518                           | 633,091             |
| NP - 3333903 - PRI Med Ben Chemical Dependency                   | 0  | 43,786              | 0                                 | 89,323              |
| NP - 3333904 - PRI Med Ben Mental Health                         | 308,325                                  | 891,629             | 636,441                           | 1,818,923           |
| NP - 3333905 - PRI MHSP  | 117,097                                  | 144,378             | 238,878                           | 294,531             |
| NP - 3333906 - PRI Community Support                             | 43,717                                   | 43,717              | 89,184                            | 89,184              |
| NP - 3333907 - PRI RTEC Meth Substance Abuse                     | 40,359                                   | 40,359              | 82,332                            | 82,332              |
| <i>Total New Proposals</i>                                       | <i>\$4,994,284</i>                       | <i>\$5,098,298</i>  | <i>\$10,878,481</i>               | <i>\$12,107,086</i> |
| <b>Total Budget Adjustments</b>                                  | <b>\$12,083,951</b>                      | <b>\$27,990,540</b> | <b>\$19,737,872</b>               | <b>\$38,615,476</b> |

# Medicaid and Health Services Branch - 69110

## Addictive & Mental Disorders - 33

### -----Statewide Present Law Adjustments-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$992,213                 | \$2,023,458        |
| FY 2017 | \$874,052                 | \$1,888,369        |

**SWPL - 1 - Personal Services -**

The budget includes \$2,023,458 in FY 2016 and \$1,888,369 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity and adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$21,617                  | \$23,790           |
| FY 2017 | \$15,793                  | \$17,496           |

**SWPL - 2 - Fixed Costs -**

This request includes \$23,790 in FY 2016 and \$17,496 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$38,574                  | \$36,833           |
| FY 2017 | \$59,745                  | \$58,599           |

**SWPL - 3 - Inflation Deflation -**

This change package includes \$36,833 in FY 2016 and \$58,599 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

### -----Present Law Adjustments-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | (\$50,470)                | (\$109,717)        |
| FY 2017 | (\$50,478)                | (\$109,735)        |

**PL - 3300444 - Statewide 4% FTE Reduction - Program 33 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 3300444 includes a reduction of 2.00 FTE each year of the biennium and \$219,452 total funds for the biennium to accomplish the FTE reduction.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$0                |
| FY 2017 | \$0                       | \$0                |

**PL - 3333101 - Med Ben Waiver FMAP HIFA MHSP -**

This present law adjustment is made to maintain services in the HIFA MHSP waiver program in Addictive and Mental Disorders Division. The request adjusts the base year expenses from FY 2014 FMAP (federal medical assistance participation) rate to the new FMAP rates for FY 2016 and FY 2017. This change package requests an increase in state special revenue of \$98,622 in FY 2016 and \$130,845 in FY 2017 with offsetting reductions in federal funds. The total cost for the program does not change.

# Medicaid and Health Services Branch - 69110

## Addictive & Mental Disorders - 33

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$334,052                 | \$0                |
| FY 2017 | \$443,198                 | \$0                |

### PL - 3333102 - Med Ben Core FMAP Adult MH -

This present law adjustment is necessary to maintain existing services for the Adult Mental Health program in the Addictive and Mental Disorders Division. The request adjusts the base year expenses from the FY 2014 FMAP (federal medical assistance participation) rate to the new rates for FY 2016 and FY 2017. This proposal requests general fund of \$334,052 in FY 2016 and \$443,198 in FY 2017 and state special revenue of \$84,804 in FY 2016 and \$112,512 in FY 2017 with offsetting amounts in federal funds. The total cost for the program does not change.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$0                |
| FY 2017 | \$0                       | \$0                |

### PL - 3333103 - Med Ben Core FMAP CD -

This present law adjustment is necessary to maintain existing services for the Adult Chemical Dependency program in the Addictive and Mental Disorders Division. The request adjusts the base year expenses from the FY 2014 FMAP (federal medical assistance participation) rate to the new rates for FY 2016 and FY 2017. This proposal requests state special revenue of \$20,557 in FY 2016 and \$27,273 in FY 2017 with offsetting amounts in federal funds. The total cost for the program does not change.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$0                |
| FY 2017 | \$0                       | \$0                |

### PL - 3333104 - Med Ben Waiver FMAP HCBS -

This present law adjustment is necessary to maintain existing services for the Home and Community Based Waiver program in the Addictive and Mental Disorders Division. The request adjusts the base year expenses from the FY 2014 FMAP (federal medical assistance participation) rate to the new rates for FY 2016 and FY 2017. This proposal requests state special revenue of \$34,940 in FY 2016 and \$46,356 in FY 2017 with offsetting amounts in federal funds. The total cost for the program does not change.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$1,893,704               | \$5,460,507        |
| FY 2017 | \$2,845,902               | \$8,128,825        |

### PL - 3333105 - Med Ben Core Cload Adult MH -

This present law adjustment for caseload growth for the Adult Mental Health program in the Addictive and Mental Disorders Division covers the increase in the number of eligible individuals, utilization, acuity levels, and cost per service for care. This change package requests \$13,589,332 in total funds.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$265,055          |
| FY 2017 | \$0                       | \$381,707          |

### PL - 3333106 - Med Ben Core Cload Chem Dep -

This present law adjustment for caseload growth for the Adult Chemical Dependency program in the Addictive and Mental Disorders Division covers the increase in the number of eligible individuals, utilization, acuity levels, and cost per service. This change package requests \$646,762 in total funds.

## Medicaid and Health Services Branch - 69110

### Addictive & Mental Disorders - 33

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$473,347          |
| FY 2017 | \$0                       | \$473,347          |

#### PL - 3333108 - Med Ben Waiver Cload HCBS -

This present law adjustment for caseload growth for the Home and Community Based Services (HCBS) Waiver program in the Addictive and Mental Disorders Division covers the increase in the number of eligible individuals, utilization, acuity levels and cost per service for care. This change package requests \$946,694 in total funds.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$10,315,060       |
| FY 2017 | \$0                       | \$10,315,060       |

#### PL - 3333303 - Med Ben Waiver HIFA MHSP -

This present law adjustment requests \$20,630,120 in total funding for the biennium to expand existing services in the HIFA MHSP Waiver program in the Addictive and Mental Disorders Division. This budget request accounts for the transition of individuals previously served under the Mental Health Services Program (MHSP), which is 100% general fund, to the HIFA Waiver program. By transferring general fund from MHSP to the waiver program, AMDD is able to leverage those funds with matching federal funds. The HIFA Waiver offers enhanced services, including physical health and an enhanced pharmacy benefit. There is \$1,000,000 remaining in general fund in the MHSP program to pay for individuals, who do not qualify for the waiver. These waiver services are funded with \$4,490,494 of general fund each year of the biennium. This change package requests biennially \$1,536,987 of state special revenue and \$19,093,133 of federal funds.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$699,081                 | \$699,081          |
| FY 2017 | \$709,041                 | \$709,041          |

#### PL - 3333304 - MMHNCC Overtime/Holiday/Differential -

This present law adjustment requests \$699,081 in FY 2016 and \$709,041 in general fund FY 2017 to fund overtime, holidays worked, differential pay, and the corresponding benefits for the Montana Mental Health Nursing Care Center. These base year expenses are removed from the budget when the program's positions are funded. The costs are ongoing expenses and are necessary to maintain current level activities.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$258,527          |
| FY 2017 | \$0                       | \$261,929          |

#### PL - 3333305 - MCDC Overtime/Holiday/Differential -

This present law adjustment requests state special revenue in the amounts of \$258,527 in FY 2016 and \$261,929 in FY 2017 to fund overtime, holidays worked, differential pay, and the corresponding benefits for the Montana Chemical Dependency Center. These base year expenses are removed from the budget when the program's positions are funded. The costs are ongoing expenses and are necessary to maintain current level activities.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$1,650,000               | \$1,650,000        |
| FY 2017 | \$1,650,000               | \$1,650,000        |

#### PL - 3333306 - MSH Overtime/Holiday/Differential -

This present law adjustment requests general fund of \$1,650,000 in each year of the biennium to fund overtime, holidays worked, differential pay, aggregates, on-call pay, and the corresponding benefits for the Montana State Hospital. These base year expenses are removed from the budget when the program's positions are funded. The costs are ongoing expenses and are necessary to maintain current level activities.

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### Addictive & Mental Disorders - 33

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$281,884                 | \$281,884          |
| FY 2017 | \$454,390                 | \$454,390          |

#### PL - 3333307 - Facility Inflation MMHNCC -

This present law adjustment requests \$736,274 in general fund over the biennium to maintain existing services for the Montana Mental Health Nursing Care Center in the Addictive and Mental Disorders Division. This change package is necessary to cover inflation costs in laboratory, pharmacy, food, and outside dental and medical services.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$220,696          |
| FY 2017 | \$0                       | \$356,905          |

#### PL - 3333308 - Facility Inflation MCDC -

This present law adjustment maintains existing services for the Montana Chemical Dependency Center (MCDC) in the Addictive and Mental Disorders Division. The change package requests state special revenue of \$220,696 in FY 2016 and \$356,905 in FY 2017. This increase is necessary to make adjustments for inflation in pharmacy, laboratory, food services, and outside medical and dental services, which are essential costs related to operating the facility. This service is funded with 100% state special alcohol tax revenue.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$1,001,457               | \$1,001,457        |
| FY 2017 | \$1,697,193               | \$1,697,193        |

#### PL - 3333309 - Facility Inflation MSH -

This present law adjustment maintains existing services for the Montana State Hospital in the Addictive and Mental Disorders Division. This change package requests general fund of \$1,001,457 in FY 2016 and \$1,697,193 in FY 2017. The increase is necessary to make adjustments for inflation increases in laboratory, pharmacy, outside medical services and supplies, food, laundry, food services, and groceries.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$160,555                 | \$160,555          |
| FY 2017 | \$160,555                 | \$160,555          |

#### PL - 3333310 - McCollom Group Home MSH -

This present law adjustment requests \$321,110 in general fund over the biennium to operate the McCollom Group Home at the Montana State Hospital. This group home was opened in the spring of 2014 to alleviate overcrowding at the State Hospital. This request annualizes expenditures from FY 2014.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$67,000                  | \$67,000           |
| FY 2017 | \$0                       | \$0                |

#### PL - 3333311 - AMDD Suicide Mortality Review Team - OTO -

This present law adjustment requests \$67,000 in general fund for FY 2016 (one-time-only) to maintain the suicide mortality review team established by the 2013 Legislature in HB 583. The funding and the team sunset after June 30, 2016.

## Medicaid and Health Services Branch - 69110

### Addictive & Mental Disorders - 33

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$64,709           |
| FY 2017 | \$0                       | \$64,709           |

**PL - 3333318 - Private Lease Adjustment MCDC -**

This present law request seeks \$129,418 in state special revenue over the biennium for a lease adjustment for the Montana Chemical Dependency Center (MCDC). MCDC moved operations to a new facility in FY 2014 and this request annualizes the base year expenditures. This lease is funded with 100% state special revenue alcohol tax.

-----**New Proposals**-----

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$3,548,673               | \$2,498,769        |
| FY 2017 | \$3,798,673               | \$2,748,769        |

**NP - 3333319 - Expanded Community Mental Health Services (RST) -**

This new proposal is part of Governor Bullock's (*First Step*) Initiative designed to address critical issues in the state's ability to provide mental health services to individuals with severe and disabling mental illness. This proposal creates a funding and programmatic framework for strengthening services in this and future biennia. *First Step* encompasses a number of new or enhanced, proven services including Housing and Re-entry, Peer Support, Crisis Intervention Training, additional 72-Hour Crisis Intervention, Drop-In Centers, County matching grants (HB 130), Secure Crisis Beds (HB 131), Contracted Forensic Psychologists, a Medicaid IGT switch, and Individual Placement and Support (IPS) Employment. This change package requests \$7,347,346 in general fund over the biennium.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$175,257          |
| FY 2017 | \$0                       | \$292,095          |

**NP - 3333320 - Med Ben MFP AMDD Community Placements -**

This new proposal requests \$467,352 in total funds over the biennium including \$162,808 in state special revenue to fund additional slots for the Home and Community Base Services Waiver expansion through the Money Follows the Person program. This change package will provide funding for an additional 9 slots in FY 2016 and 15 slots in FY 2017 for individuals transitioning out of state facilities.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$515,583                 | \$515,583          |
| FY 2017 | \$512,356                 | \$512,356          |

**NP - 3333501 - McCollom Group Home Staffing MSH -**

This new proposal requests \$1,027,950 in general fund over the biennium for the personal services budget (10.00 FTE) to operate the McCollom Group Home at the Montana State Hospital. This group home was opened in the spring of 2014 to alleviate overcrowding at the State Hospital. Since the group home is at a separate building location on the State Hospital campus, additional staff are required to safely and securely operate this facility. Staff includes seven psychiatric technicians, one social worker, one registered nurse, and one licensed practical nurse. The social worker will focus on making appeals and working aggressively to seek off-campus placement for forensic patients.

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### Addictive & Mental Disorders - 33

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$63,215                  | \$63,215           |
| FY 2017 | \$63,215                  | \$63,215           |

#### NP - 3333502 - Occupational Therapist MSH -

This new proposal is to contract for an occupational therapist at the Montana State Hospital. The estimated cost to the general fund will be \$63,215 in SFY 2016 and \$63,215 in SFY 2017. The contract is necessary to augment the services performed by the one occupational therapist on staff who serves more than 190 individuals. Referrals for occupational therapy currently exceed the facility's ability to provide necessary comprehensive services or provide coverage during leave time. The number of older, physically as well as mentally challenged individuals is increasing and the change in demographics and disability levels necessitates an additional occupational therapist.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$0                |
| FY 2017 | \$2,005,057               | \$2,005,057        |

#### NP - 3333504 - B Wing Dementia Unit MMHNCC (RST) -

This new proposal is another part of Governor Bullock's (*First Step*) Initiative to improve mental health services. The Montana State Hospital has served an increasing number of individuals diagnosed with a variety of specific and complex dementia conditions. These individuals would be better served in a program specifically designed for dementia treatment rather than acute psychiatric treatment. This proposal requests personal services (29.2 FTE) and operating funds of \$2,005,057 in FY 2017 for a 25-bed dementia unit at the Montana Mental Health Nursing Care Center. The proposal is funded with general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$0                |
| FY 2017 | \$2,980,827               | \$2,980,827        |

#### NP - 3333505 - Forensic Unit D Wing Montana State Hospital (RST) -

This new proposal is another part of Governor Bullock's (*First Step*) Initiative to improve mental health services. The request seeks additional funding for expansion of the Forensic Unit-D Wing at the Montana State Hospital. D Wing has consistently been over census and has typically had up to 54 individuals on the unit which was only designed for 32. Montana's increasing forensic population is consistent with national trends. Expanded space would create a more effective and safe treatment environment, provide a space for rapid, safe containment of aggressive patients, and decrease the need for intervention by the Intervention Security Team at Montana State Prison. This proposal seeks a 20-bed addition to D Wing and includes personal services (43.5 FTE) and operating funds of \$2,980,827 in FY 2017. This request is funded with general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$250,000                 | \$250,000          |
| FY 2017 | \$250,000                 | \$250,000          |

#### NP - 3333506 - Suicide Prevention Grants (OTO/RST/Biennial) -

\$500k in grants (bien/rst/oto) for suicide prevention efforts.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$121,266          |
| FY 2017 | \$0                       | \$247,383          |

#### NP - 3333901 - PRI CD SAPT Block Grant -

This new proposal requests a 2% provider rate increase in each year of the biennium for Chemical Dependency - Substance Abuse and Prevention program in Addictive and Mental Disorders. This change package requests \$368,649 in federal funds for the biennium.

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### Addictive & Mental Disorders - 33

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$107,315                 | \$310,339          |
| FY 2017 | \$221,518                 | \$633,091          |

#### NP - 3333902 - PRI Med Ben Waiver Services -

This new proposal requests a 2% provider rate increase in each year of the biennium for Medicaid Benefit Waiver services (HCBS and HIFA waivers) in the Addictive and Mental Disorders Division. This change package seeks \$943,430 in total funds with \$328,833 in general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$0                       | \$43,786           |
| FY 2017 | \$0                       | \$89,323           |

#### NP - 3333903 - PRI Med Ben Chemical Dependency -

This new proposal requests a 2% provider rate increase in each year of the biennium for Medicaid Chemical Dependency in Addictive and Mental Disorders. This change package requests \$133,109 in total funds.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$308,325                 | \$891,629          |
| FY 2017 | \$636,441                 | \$1,818,923        |

#### NP - 3333904 - PRI Med Ben Mental Health -

This new proposal requests a 2% provider rate increase in each year of the biennium for Medicaid Core services in the Addictive and Mental Disorders Division. This change package requests \$2,710,552 in total funds with \$944,766 in general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$117,097                 | \$144,378          |
| FY 2017 | \$238,878                 | \$294,531          |

#### NP - 3333905 - PRI MHSP -

This new proposal requests a 2% provider rate increase in each year of the biennium for the Mental Health Services Plan (MHSP) in the Addictive and Mental Disorders Division. This change package requests \$438,909 in total funds with \$355,975 in general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$43,717                  | \$43,717           |
| FY 2017 | \$89,184                  | \$89,184           |

#### NP - 3333906 - PRI Community Support -

This new proposal requests a 2% provider rate increase in each year of the biennium for Intensive Community Support services in Addictive and Mental Disorders Division. This change package seeks \$132,901 in general fund.

|         | <u>General Fund Total</u> | <u>Total Funds</u> |
|---------|---------------------------|--------------------|
| FY 2016 | \$40,359                  | \$40,359           |
| FY 2017 | \$82,332                  | \$82,332           |

#### NP - 3333907 - PRI RTEC Meth Substance Abuse -

This new proposal requests a 2% provider rate increase in each year of the biennium for RTEC Meth Substance Abuse in the Addictive and Mental Disorders Division. This change package requests \$122,691 in general fund.